

**FILED**

10-30-06

02:14 PM

## APPENDIX A

California American Water  
Monterey

## SUMMARY OF EARNINGS

TEST YEAR 2006

(AT PRESENT RATES)

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
OPERATING REVENUES	29,200.3	28,956.0	28,956.0	28,755.2	28,956.0
ADD REVENUE FROM CONTRIBUTION	0.0	0.0	0.0	0.0	0.0
OPERATING EXPENSES					
PURCHASED WATER	0.0	0.0	0.0	0.0	0.0
PURCHASED POWER	2,015.3	2,351.0	2,351.0	2,354.8	2,351.0
CHEMICALS	480.1	501.1	501.1	501.9	501.1
UNCOLLECTIBLES (0.2400%)	65.8	69.5	69.5	68.8	69.5
FRANCHISE FEES	0.0	0.0	0.0	0.0	0.0
OTHER OPERATION & MAINTENANCE	2,271.2	2,322.6	2,322.6	2,374.1	2,322.6
ADMINISTRATIVE & GENERAL	2,480.6	3,718.0	3,718.0	6,679.5	3,718.0
PAYROLL	3,955.2	4,443.7	4,443.7	4,749.7	4,443.7
G. O. PRORATED EXP.	3,405.5	3,211.5	3,211.5	2,121.8	3,211.5
DEPRECIATION & AMORTIZATION	4,547.6	4,646.1	4,646.1	5,175.5	4,646.1
TAXES OTHER THAN INCOME	1,305.4	1,379.6	1,379.6	1,643.7	1,379.6
STATE CORP. FRANCHISE TAX	407.9	227.6	227.6	(94.7)	227.6
FEDERAL INCOME TAX	1,677.1	905.1	905.1	(457.5)	905.1
TOTAL OPERATING EXPENSES	22,611.7	23,775.8	23,775.8	25,488.4	23,775.8
NET OPERATING REVENUE	6,588.6	5,180.2	5,180.2	3,266.8	5,180.2
RATE BASE	79,995.8	81,435.7	81,435.8	98,861.9	81,435.8
RATE OF RETURN	8.24%	6.36%	6.36%	3.30%	6.36%

## APPENDIX A

California American Water  
Monterey

## SUMMARY OF EARNINGS

2006

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
OPERATING REVENUES	28,311.2	30,930.1	30,930.1	38,211.4	30,930.1
ADD REVENUE FROM CONTRIBUTION	0.0	0.0	0.0	0.0	0.0
OPERATING EXPENSES					
PURCHASED WATER	0.0	0.0	0.0	0.0	0.0
PURCHASED POWER	2,015.3	2,351.0	2,351.0	2,354.8	2,351.0
CHEMICALS	480.1	501.1	501.1	501.9	501.1
UNCOLLECTIBLES (0.2400%)	67.9	74.2	74.2	91.7	74.2
FRANCHISE FEES	0.0	0.0	0.0	0.0	0.0
OTHER OPERATION & MAINTENANCE	2,266.9	2,322.6	2,322.6	2,373.9	2,322.6
ADMINISTRATIVE & GENERAL	2,480.6	3,718.0	3,718.0	6,679.5	3,718.0
PAYROLL	3,955.2	4,443.7	4,443.7	4,749.7	4,443.7
G.O. PRORATED EXP.	3,405.5	3,211.5	3,211.5	2,492.6	3,211.5
DEPRECIATION & AMORTIZATION	4,547.6	4,646.1	4,646.1	5,175.5	4,646.1
TAXES OTHER THAN INCOME	1,305.4	1,379.6	1,379.6	1,643.7	1,379.6
STATE CORP. FRAN. TAX	340.9	376.5	376.5	618.5	376.5
FEDERAL INCOME TAX	1,366.6	1,594.4	1,594.4	2,844.3	1,594.4
TOTAL OPERATING EXPENSES	22,232.0	24,618.7	24,618.7	29,526.1	24,618.7
NET OPERATING REVENUE	6,079.2	6,311.4	6,311.4	8,685.3	6,311.4
RATE BASE	79,995.8	81,435.7	81,435.8	98,861.9	81,435.8
RATE OF RETURN	7.60%	7.75%	7.75%	8.79%	7.75%
ACTUAL REVENUE INCREASE WITHOUT PENSION		1,974.1	1,974.1		1,974.1
PERCENTAGE INCREASE		6.82%	6.82%		6.82%
PENSION ALLOWANCE		1052.1	1052.1		1052.1
ACTUAL REVENUE INCREASE WITH PENSION		3,026.2	3,026.2		3,026.2
PERCENTAGE INCREASE		10.45%	10.45%		10.45%
ANNUAL ALLOWANCE FOR CARMEL RIVER DAM		607.8	607.8		607.8
ACTUAL INCREASE IN REVENUES - TOTAL		3,634.0	3,634.0		3,634.0
PERCENTAGE INCREASE WITHOUT ADVICE LETTERS		12.55%	12.55%		12.55%

California-American Water Company  
PRELIMINARY STATEMENT  
 (continued)

F. National Oceanic and Atmospheric Administration Endangered Species Act ("NOAA/ESA") Memorandum Account

The purpose of the NOAA Memorandum Account is to track compliance payments made by California American Water to the United States Department of Commerce National Oceanic and Atmospheric Administration ("NOAA"), or its designated payee, for Federal Endangered Species Act ("ESA") mitigation in its Monterey District. California American Water will seek recovery of these costs in its future Monterey District general rate case.

G. San Clemente Dam Memorandum Account

(N)

Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, all San Clemente Dam retrofit project costs shall be placed in a memorandum account for later reasonableness review. The cost caps for this memorandum account are \$9,379,525 for 2004, \$1,321,590 for 2005, \$1,863,825 for 2006 and \$11,433,000 for 2007, for a total cap of \$23,997,940.

H. Water Revenue Adjustment Mechanism ("WRAM") Emergency Rate Overcollections Memorandum Account

Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, this memorandum account will track all revenues generated if emergency rates are put into effect. Any overcollections will be refunded to customers consistent with the process adopted in D. 05-03-012. Funds from this account cannot be used to pay any State Water Resource Control Board ("SWRCB") fines.

I. Endangered Species Act ("ESA") Memorandum Account

The purpose of the ESA Memorandum Account is to track costs incurred for compliance with ESA requirements, except for ESA compliance costs associated with the San Clemente Dam retrofit project. ESA fines may not be tracked in this account.

J. Monterey Peninsula Water Management District ("MPWMD") Emergency Rationing Costs Memorandum Account

The purpose of this memorandum account is to track costs for emergency conservation and rationing billed by the MPWMD as authorized in D. 03-02-030.

K. MPWMD Ordinance 92 Rationing Costs Memorandum Account

The purpose of this memorandum account is to track any costs incurred under MPWMD's Ordinance 92 in the event that rationing is implemented.

(N)

(continued)



APPENDIX B

California-American Water Company  
PRELIMINARY STATEMENT  
(continued)

L. MPWMD Special Conservation Surcharge Balancing Account

(N)

Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a conservation budget not to exceed \$300,000 annually will be collected through a 1% surcharge on customer bills. The \$300,000 is approximately 1% of the 2006 operating revenues of \$30,930,100 authorized in the 2005 Monterey General Rate Case decision. These funds will support additional conservation efforts to be undertaken by MPWMD.

M. ERISA Surcharge Balancing Account

Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a monthly surcharge will be applied to customer bills to collect for the minimum ERISA pension payment. The surcharge at this time is 3% and all collections will be tracked in a balancing account. An annual advice letter filing will be made for a surcredit or surcharge based on the final actual payments made for ERISA.

N. American Job Creation Tax Credits Memorandum Account

The purpose of this memorandum account is to track all tax benefits received from the American Jobs Creation Act.

(N)



## APPENDIX B

California-American Water Company  
Schedule No. MO-1  
Monterey District Tariff Area  
GENERAL METERED SERVICE

APPLICABILITY

Applicable to all water furnished on a metered basis.

TERRITORY

The incorporated cities of Monterey, Pacific Grove, Carmel-by-the-Sea, Del Rey Oaks, Sand City, a portion of Seaside, and certain unincorporated areas in the County of Monterey.

RATES

Quantity Rates:	<u>Per Meter</u> <u>Per Month</u>	
<b>Elevation Zone Surcharge:</b>		
Elevation Zone 1, per 100 cu. ft. ....	\$0.2567	
Elevation Zone 2, per 100 cu. ft. ....	\$0.4464	
<b>Residential, Multi-Residential, &amp; PAR Customers:</b>		
For the first 100 cu. ft. x Allotted Units per Month.....	\$1.6742	(I)
For next 100 cu. ft x Customer ECU.....	\$3.3485	(I)
For the next 100 cu. ft x Customer ECU less allotment for people.....	\$5.0227	(I)
For the next 100 cu ft x Customer ECU less allotment for people.....	\$6.6970	(I)
All Water over fourth block, per 100 cu ft less allotment for people.....	\$13.3939	(I)
Service Charge.....	\$1.0852	
<b>Special Use Customers:</b>		
For all water delivered, per 100 cu. ft.....	\$5.0227	
<b>All Other Customers:</b>		
For all water delivered up to monthly allotment, per 100 cu. ft.....	\$3.3485	(I)
For all water delivered over monthly allotment, per 100 cu. ft.....	\$10.0454	(I)

(continued)

## APPENDIX B

California-American Water Company  
Schedule No. MO-1  
Monterey District Tariff Area  
GENERAL METERED SERVICE

## Meter Charge:

		<u>Per Meter Per Month</u>		
		Residential Customers	PAR Customers	All Other Customers
For	5/8 x 3/4-inch meter . . . . .	\$7.00	\$0.00	\$14.00 (l)
For	3/4-inch meter . . . . .	\$10.50	\$0.00	\$21.00 (l)
For	1-inch meter . . . . .	\$17.50	\$0.00	\$35.00 (l)
For	1-1/2-inch meter . . . . .	\$35.00	\$0.00	\$70.00 (l)
For	2-inch meter . . . . .	\$56.00	\$0.00	\$112.00 (l)
For	3-inch meter . . . . .	\$105.00	\$0.00	\$210.00 (l)
For	4-inch meter . . . . .	\$175.00	\$0.00	\$350.00 (l)
For	6-inch meter . . . . .	\$350.00	\$0.00	\$700.00 (l)
For	8-inch meter . . . . .	\$560.00	\$0.00	\$1,120.00 (l)

The Service Charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for water used computed at the Quantity Rates.

SPECIAL CONDITIONS

1. The boundaries of the three zones in which the above rates apply are as set forth in the Preliminary Statement and delineated on the Tariff Service Area Maps filed as a part of these tariff schedules.
2. Any residential customer who has been required to install a Residential Fire Sprinkler System (R.F.S.S.) at their place of residence by local fire ordinances will be allowed to have their monthly service charge reduced by one meter size, provided it has been requested by the customer and verified by the Company that the lower size of meter would be large enough to provide adequate service to the residence. The R.F.S.S. Service is not considered a fire service by the Company, but is considered an oversized general metered service and therefore, only the rules and conditions of service for general metered service apply.
3. A surcharge is included on each bill to collect franchise taxes and/or business license fees paid to various municipalities. The amount collected is based on a percentage of the gross revenues of each bill. The percentages are as follows: Ryan Ranch 2.05%, City of Pacific Grove 0.10%, City of Carmel-by-the-Sea 2.15%, City of Seaside 1.00%, City of Del Rey Oaks 0.11%, City of Sand City 0.14%, City of Monterey 1.05%, and unincorporated areas of Monterey County 1.00%.
4. Customers must apply with the Company for acceptance into the Program for Alternate Rates (PAR). Company will analyze applications based upon proof of acceptance into the California Alternate Rates for Energy Program of Pacific Gas and Electric.

(continued)



## APPENDIX B

California-American Water Company  
Schedule No. MO-1 (continued)  
Monterey District Tariff Area  
GENERAL METERED SERVICE

SPECIAL CONDITIONS (continued)

5. All bills are subject to the reimbursement fee set forth in Schedule No. UF.
6. The per capita design shall remain in effect and until ordered otherwise by the Commission.

Residential customers:

The Equivalent Consumption Unit (ECU) is determined by taking into consideration the following factors: a) the number of people in the household; b) the size of the lot in which the home is constructed; and c) an allotment for large animals. The monthly ECU calculation is as follows:

- a. Determine the base allotment for the number of people using the table below.
- b. Apply the lot size adjustment for winter and summer months.
- c. Apply the allotment for large animals.
- d. Add up the allotments from (a), (b) and (c). Divide the sum by two to determine the block width for each of the first two blocks.
- e. For the last three blocks, add up the allotments from (b) and (c). Divide the sum by two to arrive at the block width for each of the final three blocks

(C)

(C)

**EQUIVALENT CONSUMPTION UNIT (ECU) - TABLE**

	<b>ALLOTTED UNITS PER MONTH</b>
<b>NUMBER OF PEOPLE</b>	
1 Person	3
2 People	5
3 People	7
4 People	9
5 People	10
6 People	12
7 People	13
8 People	14
9 People	15
10 People	16
11 People	17
12 People	18
<b>SIZE OF LOT</b>	
No Outside Space	0
Up to ¼ Acre	1
Over ¼, up to ½ Acre	2
Over ½, up to 1 Acre	3
Over 1 Acre, up to 2 Acres	4
Over 2 Acres, up to 3 Acres	6
Over 3 Acres, up to 4 Acres	8
Greater than 4 Acres	10
<b>ALLOTMENT FOR LARGE ANIMALS</b>	
1 or 2 Large Animals	1
3 to 5 Large Animals	2
6 to 10 Large Animals	3
11 to 20 Large Animals	4
Over 20 Large Animals	5



## APPENDIX B

California-American Water Company  
 Schedule No. MO-1 (continued)  
 Monterey District Tariff Area  
GENERAL METERED SERVICE

SPECIAL CONDITIONS (continued)

7. The Winter (November to April) Adjustment is as follows:
- No outside space: No adjustment.
  - Outside space: Add 1 Unit.
  - All bills are subject to the reimbursement fee set forth in Schedule No. UF.
8. The Summer (May to October) Adjustment is as follows:
- No Outside Space: No Adjustment.
  - Outside Space: Add twice the units allotted for outside space minus 1 unit.
9. Due to an over collection in the Water Revenue Adjustment Mechanism Balancing Account, a monthly meter surcredit will be added to all meter sizes for all classes of customers with the exception of PAR for a 36 month period beginning May 5, 2006 per Advice Letter 645. A monthly surcredit of (\$0.89) will apply to PAR customers.

For 5 / 8 x 3 / 4 meter	(\$1.77)
For 3 / 4 meter	(\$2.65)
For 1 meter	(\$4.42)
For 1 1 / 2 meter	(\$8.83)
For 2 meter	(\$14.13)
For 3 meter	(\$26.50)
For 4 meter	(\$44.17)
For 6 meter	(\$88.34)
For 8 meter	(\$141.34)

(D)

(D)

10. Per the decision from Application 05-02-012, costs associated with the Carmel River Dam shall be placed in an interest free balancing account and collected through a meter surcharge over the next six years. The total amount to be recovered is \$3,646,452. A monthly surcharge of \$0.89 will apply to PAR customers.

(N)

	Meter Surcharge
For 5 / 8 x 3 / 4 meter	\$0.89
For 3 / 4 meter	\$1.34
For 1 meter	\$2.23
For 1 1 / 2 meter	\$4.46
For 2 meter	\$7.14
For 3 meter	\$13.38
For 4 meter	\$22.30
For 6 meter	\$44.61
For 8 meter	\$71.38

(N)

APPENDIX B

California-American Water Company  
Schedule No. MO-1 (continued)  
Monterey District Tariff Area  
GENERAL METERED SERVICE

SPECIAL CONDITIONS (continued)

11. Per the decision from Application 05-02-012, a 3% monthly surcharge on customer bills will be collected for the minimum ERISA pension payment. Collections will be tracked in a balancing account. An annual advice letter filing will be made for a surcredit or surcharge, depending on the balance account.
12. Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a 1% monthly conservation surcharge will be collected from customers. The funds will support additional conservation efforts to be undertaken by the Monterey Peninsula Water Management District.

(N)

(N)

## APPENDIX B

California-American Water Company  
Schedule No. MO-1  
Monterey District Tariff Area  
**GENERAL METERED SERVICE**  
**PROPOSED STEP RATE INCREASES**

Each of the following increases in rates may be put into effect on the indicated date by filing a rate schedule which adds the appropriate increases to the rate which would otherwise be in effect on that date.

Quantity Rates:		Rates to be Effective	
		<u>01/01/07</u>	<u>01/01/08</u>
Elevation Zone Surcharge:			
Elevation Zone 1, per 100 cu. ft.,		\$0.	\$0.
Elevation Zone 2, per 100 cu. ft.,		\$0.	\$0.
Residential, Multi-Residential, and PAR Customers:			
For the first 100 cu. ft. x Customer ECU		\$	\$
For next 100 cu. Ft x Customer ECU		\$	\$
For next 100 cu. Ft x Customer ECU		\$	\$
For next 100 cu. Ft x Customer ECU		\$	\$
All Water over fourth block, per 100 cu ft		\$	\$
Golf Customers:			
For all water delivered, per 100 cu. ft.		\$	\$
All Other Customers:			
For the first block, per 100 cu. Ft. (block width based on meter size)		\$	\$
For the second block, per 100 cu. Ft. (block width based on meter size)		\$	\$
For the third block, per 100 cu. Ft. (block width based on meter size)		\$	\$
All water over third block, per 100 cu. Ft		\$	\$

Meter Charge:			Per Meter Per Month	
			Residential	All Other
			<u>01/01/07</u>	<u>01/01/08</u>
For	5/8 x 3/4-inch	meter		
For	3/4-inch	meter		
For	1-inch	meter		
For	1-1/2-inch	meter		
For	2-inch	meter		
For	3-inch	meter		
For	4-inch	meter		
For	6-inch	meter		
For	8-inch	meter		



## APPENDIX B

California-American Water Company  
Schedule No. MO-1AB  
Monterey Peninsula District Tariff Area  
GENERAL METERED SERVICE  
AMBLER PARK AND BISHOP SERVICE AREA

APPLICABILITY

Applicable to all metered water service.

TERRITORY

Ambler Park subdivision, Rim Rock subdivision, Rancho El Toro Country Club, located nine miles southwest of Salinas, Monterey County, the area known as Laguna Seca Ranch Estates, and vicinity.

RATES

## Quantity Rates:

All water used per 100 cu. ft. ....	\$2.2178	(l)
-------------------------------------	----------	-----

## Service Charge:

	<u>Per Meter Per Month</u>	
For 5/8 x 3/4-inch meter .....	\$14.00	(l)
For 3/4-inch meter .....	\$21.00	(l)
For 1-inch meter .....	\$35.00	(l)
For 1-1/2-inch meter .....	\$70.00	(l)
For 2-inch meter .....	\$112.00	(l)
For 3-inch meter .....	\$210.00	(l)
For 4-inch meter .....	\$350.00	(l)
For 6-inch meter .....	\$700.00	(l)
For 8-inch meter .....	\$1,250.00	(l)

The Service Charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for water used computed at the Quantity Rates.

SPECIAL CONDITIONS

1. All bills are subject to the reimbursement fee as set forth in Schedule No. UF.

(continued)

## APPENDIX B

California-American Water Company  
 Schedule No. MO-1AB (continued)  
 Monterey Peninsula District Tariff Area  
GENERAL METERED SERVICE  
AMBLER PARK AND BISHOP SERVICE AREA

SPECIAL CONDITIONS (continued)

Applicable to Ambler Park:

2. Any residential customer who has been required to install a Residential Fire Sprinkler System (R.F.S.S.) at their place of residence by local fire ordinances will be allowed to have their monthly service charge reduced by one meter size for 3/4" and 1" meters and a reduction of two meter sizes for all 1-1/2" meters, provided it has been requested by the customer and verified by the Company that the lower size of meter would be large enough to provide adequate service to the residence. The R.F.S.S. Service is not considered a fire service by the Company, but is considered an oversized general metered service and therefore, only the rules and conditions of service for general metered service apply.

Applicable to Bishop:

3. Any residential customer who has been required to install a Residential Fire Sprinkler System (R.F.S.S.) at their place of residence by local fire ordinances will be allowed to have their monthly service charge reduced by one meter size, provided it has been requested by the customer and verified by the Company that the lower size of meter would be large enough to provide adequate service to the residence. The R.F.S.S. Service is not considered a fire service by the Company, but is considered an oversized general metered service and therefore, only the rules and conditions of service for general metered service apply.
4. In accordance with Section 2714 of the Public Utilities Code, if a tenant in a rental unit leaves owing the company, service to subsequent tenants in that unit will, at the company's option, be furnished on the account of the landlord or property owner.
5. Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a 1% monthly conservation surcharge will be collected from Bishop customers. The funds will support additional conservation efforts to be undertaken by the Monterey Peninsula Water Management District. (N)

Applicable to Ambler & Bishop:

6. Per the 2005 Monterey General Rate Decision issued in A. 05-02-012, a 3% monthly surcharge on customer bills will be collected for the minimum ERISA pension payment. Collections will be tracked in a balancing account. An annual advice letter filing will be made for a surcredit or surcharge, depending on the balance account. (N)

## APPENDIX B

California-American Water Company  
Schedule No. MO-1 -68  
Monterey District Tariff Area  
GENERAL METERED SERVICE  
HIDDEN HILLS AND RYAN RANCH SUBDIVISION

APPLICABILITY

Applicable to all water furnished on a metered basis.

TERRITORY

Hidden Hills and Ryan Ranch Subdivisions.

RATES

## Residential Quantity Rates:

For the first 800 cu ft. per 100 cu ft.....	\$2.8462	(l)
For the next 1,600 cu ft. per 100 cu ft.....	\$3.7949	(l)
For the next 1,600 cu ft. per 100 cu ft.....	\$7.5898	(l)
All water over 4,000 cu ft. per 100 cu ft. ....	\$18.9744	(l)

## All Other Customers Quantity Rates:

For all water delivered, per 100 cu ft.....	\$1.0852
---	----------

## Meter Charge:

		<u>Per Meter Per Month</u>			
		Residential Customers	PAR Customers	All Other Customers	
For 5/8 x 3/4-inch	meter.....	\$7.00	\$0.00	\$14.00	(l)
For 3/4-inch	meter.....	\$10.50	\$0.00	\$21.00	(l)
For 1-inch	meter.....	\$17.50	\$0.00	\$35.00	(l)
For 1-1/2-inch	meter.....	\$35.00	\$0.00	\$70.00	(l)
For 2-inch	meter.....	\$56.00	\$0.00	\$112.00	(l)
For 3-inch	meter.....	\$105.00	\$0.00	\$210.00	(l)
For 4-inch	meter.....	\$175.00	\$0.00	\$350.00	(l)
For 6-inch	meter.....	\$350.00	\$0.00	\$700.00	(l)
For 8-inch	meter.....	\$560.00	\$0.00	\$1,120.00	(l)

The Service Charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for water used computed at the Quantity Rates

(continued)



## APPENDIX B

California-American Water Company  
Schedule No. MO-1-68 (continued)  
Monterey District Tariff Area  
Hidden Hills and Ryan Ranch Subdivision  
GENERAL METERED SERVICE

SPECIAL CONDITIONS

1. Any residential customer who has been required to install a Residential Fire Sprinkler System (R.F.S.S.) at their place of residence by local fire ordinances will be allowed to have their monthly service charge reduced by one meter size, provided it has been requested by the customer and verified by the Company that the lower size of meter would be large enough to provide adequate service to the residence. The R.F.S.S. Service is not considered a fire service by the Company, but is considered an oversized general metered service and therefore, only the rules and conditions of service for general metered service apply.
2. A 1.00% surcharge is included on each bill to collect franchise taxes and/or business license fees paid to Monterey County. The amount collected is based on a percentage of the gross revenues of each bill.
3. Customers must apply with the Company for acceptance into the Program for Alternate Rates (PAR). The Company will analyze applications based upon proof of acceptance into the California Alternate Rates for Energy Program of Pacific Gas and Electric.
4. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
5. Per the decision from Application 05-02-012, costs associated with the Carmel River Dam shall be placed in an interest free balancing account and collected through a meter surcharge over the next six years. The total amount to be recovered is \$3,646,452.

(N)

	Meter Surcharge
For 5 / 8 x 3 / 4 meter	\$0.89
For 3 / 4 meter	\$1.34
For 1 meter	\$2.23
For 1 1 / 2 meter	\$4.46
For 2 meter	\$7.14
For 3 meter	\$13.38
For 4 meter	\$22.30
For 6 meter	\$44.61
For 8 meter	\$71.38

7. Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a 3% monthly surcharge on customer bills will be collected for the minimum ERISA pension payment. Collections will be tracked in a balancing account. An annual advice letter filing will be made for a surcredit or surcharge, depending on the balance account.
7. Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a 1% monthly conservation surcharge will be collected from customers. The funds will support additional conservation efforts to be undertaken by the Monterey Peninsula Water Management District.

(N)

## APPENDIX B

California-American Water Company  
Schedule No. MO-4  
Monterey Peninsula District Tariff Area  
PRIVATE FIRE PROTECTION SERVICE

APPLICABILITY

Applicable to all water service furnished for private fire protection systems.

TERRITORY

The incorporated cities of Monterey, Pacific Grove, Carmel-by-the-Sea, Del Rey Oaks, Sand City, a portion of Seaside and certain unincorporated areas in the County of Monterey.

<u>RATES</u>	<u>Per Month</u>	
For each 4-inch connection and smaller .....	\$30.11	(l)
For each 6-inch connection.....	\$60.96	(l)
For each 8-inch connection.....	\$96.42	(l)
For each 10-inch connection.....	\$136.49	(l)

The rates for private fire service are based upon the size of the service and no additional charges will be made for fire hydrants, sprinklers, hose connections or standpipes connected to and supplied by such private fire service.

SPECIAL CONDITIONS

1. The fire protection service and connection shall be installed by the Utility or under the Utility's direction. Cost of the entire fire protection installation shall be paid for by the applicant. Such payment shall not be subject to refund.
2. The installation housing the detector type check valve and meter and appurtenances thereto shall be in a location mutually agreeable to the applicant and the Utility. Normally such installation shall be located on the premises of applicant, adjacent to the property line. The expense of maintaining the fire protection facilities on the applicant's premises (including the vault, meter, detector type check valves, backflow device and appurtenances) shall be paid for by the applicant.
3. All facilities paid for by the applicant, excluding the connection at the main and any service pipe located in a public right-of-way, shall be the sole property of the applicant. The Utility and its duly authorized agents shall have the right to ingress to and egress from the premises for all purposes relating to said facilities.

(continued)



## APPENDIX B

California-American Water Company  
Schedule No. MO-4 (continued)  
Monterey Peninsula District Tariff Area  
PRIVATE FIRE PROTECTION SERVICE

SPECIAL CONDITIONS (continued)

4. The minimum diameter will be 1 inch, and maximum diameter will be the diameter of the main to which the service is connected.
  - a. The minimum diameter of connections for private fire hydrants will be six inches.
5. If distribution main of adequate size to serve a private fire protection system in addition to all other normal services does not exist in the street or alley adjacent to the premises to be served, then a main from the nearest existing main of adequate capacity shall be installed by the Utility, or under the Utility's direction, and the cost paid by the applicant. Such payment shall not be subject to refund.
6. Service, hereunder, is for private fire protection systems to which no connections for other than fire protection purposes are allowed and which are regularly inspected by the underwriters having jurisdiction. All facilities are to be installed according to the Utility's specifications and maintained to the Utility's satisfaction. The Utility may require the installation of a backflow prevention device and a standard detector type meter approved by the Insurance Services Office for protection against theft, leakage or waste of water.
7. No structure shall be built over the fire protection service and the customer shall maintain and safeguard the area occupied by the service from traffic and other hazardous conditions. The customer will be responsible for any damage to the fire protection service facilities.
8. Subject to the approval of the Utility, any change in the location or construction of fire protection service as may be requested by public authority or the customer will be made by the Utility following payment to the Utility of the entire cost of such change.
9. Any unauthorized use of water other than fire protection purposes, charges shall be made therefore at the regular established rate for general metered service, and/or may be grounds for the Utility discontinuing the fire protection service without liability to the Utility.
10. Customers who use Cal-Am's system to provide for fire flow, but do not receive their domestic supply from Cal-Am, will pay a special Private Fire Service rate equal to either the higher of the standard rate for their size service or a rate equal to the sum of the standard monthly Service Charges that would be billed for all the properties served by the Private Fire Service if they did receive domestic service. All fire service to non-domestic customers will be considered private fire service. If a new public fire hydrant is required to be installed for a non-domestic customer and other customers will benefit, no fee will be charged.
11. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
12. Due to an over collection in the Water Revenue Adjustment Mechanism Balancing Account, a monthly meter surcredit will be added to all Private Fire Service connections for a 36 month period beginning May 5, 2006 per Advice Letter 645.

< 4"	(\$3.65)
6	(\$7.39)
8	(\$11.68)
10	(\$16.54)



## APPENDIX B

California-American Water Company  
 Schedule No. MO-4 (continued)  
 Monterey Peninsula District Tariff Area  
PRIVATE FIRE PROTECTION SERVICE

SPECIAL CONDITIONS (continued)

13. Per the 2005 Monterey General Rate Case decision issued in A. 05-02-012, a 3% monthly surcharge on customer bills will be collected for the minimum ERISA pension payment. Collections will be tracked in a balancing account. An annual advice letter filing will be made for a surcredit or surcharge, depending on the balance account. (N)
14. Per the 2005 Monterey General Rate Case decision issued in A. 05-02-012, costs associated with the Carmel River Dam shall be placed in an interest free balancing account and collected through a meter surcharge over the next six years. The total amount to be recovered is \$3,646,452.

< or equal to 4"	\$0.59
6	\$1.20
8	\$1.89
10	\$2.68

15. Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a 1% monthly conservation surcharge will be collected from customers. The funds will support additional conservation efforts to be undertaken by the Monterey Peninsula Water Management District. (N)

## APPENDIX B

California-American Water Company  
Schedule No. MO-4AB  
Monterey Peninsula District Tariff Area  
PRIVATE FIRE PROTECTION SERVICE  
AMBLER PARK AND BISHOP SERVICE AREA

APPLICABILITY

Applicable to all water service furnished for privately owned fire protection systems.

TERRITORY

The Ambler Park subdivision, Rim Rock subdivision, Rancho El Toro Country Club, located nine miles southwest of Salinas, Monterey County, the area known as Laguna Seca Ranch Estates, and vicinity.

RATES

	<u>Per Month</u>	
For each 4-inch connection and smaller.....	\$30.11	(I)
For each 6-inch service connection .....	\$ 60.96	(I)
For each 8-inch service connection .....	\$ 96.42	(I)
For each 10-inch service connection .....	\$136.49	(I)

SPECIAL CONDITIONS

1. The fire protection service connection shall be installed by the utility and the cost paid by the applicant. Such payment shall not be subject to refund.
2. If a distribution main of adequate size to a private fire protection system in addition to all other normal service does not exist in the street or alley adjacent to the premise to be served, then a service main from the nearest existing main of adequate capacity shall be installed by the utility and the cost paid by the applicant. Such payment shall not be subject to refund.
3. Service hereunder is for private fire protection systems to which no connections for other than fire protection purposes are allowed and which are regularly inspected by the underwriters having jurisdiction, are installed according to specifications of the utility, and are maintained to the satisfaction of the utility. The utility may install the standard detector type meter approved by the Board of Fire Underwriters for protection against theft, leakage or waste of water and the cost paid by the applicant. Such payment shall not be subject to refund.
4. For water delivered for other than fire protection purposes, charges shall be made therefor under Schedule No. 1, General Metered Service.
5. The utility will supply only such water at such pressure as may be available from time to time as a result of its normal operation of the system.
6. All bills are subject to the reimbursement fee as set forth in Schedule No. UF.
7. Per the decision from Application 05-02-012, a 3% monthly surcharge on customer bills will be collected for the minimum ERISA pension payment. Collections will be tracked in a balancing account. An annual advice letter filing will be made for a surcredit or surcharge, depending on the balance account. (N)

(continued)

APPENDIX B

California-American Water Company  
Schedule No. MO-4AB (continued)  
Monterey Peninsula District Tariff Area  
PRIVATE FIRE PROTECTION SERVICE  
AMBLER PARK AND BISHOP SERVICE AREA

SPECIAL CONDITIONS (continued)

8. Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a 1% monthly conservation surcharge will be collected from Bishop customers. The funds will support additional conservation efforts to be undertaken by the Monterey Peninsula Water Management District. (N)



## APPENDIX B

California-American Water Company  
Schedule No. MO-4H  
Monterey Peninsula District Tariff Area  
PRIVATE FIRE HYDRANT SERVICE

APPLICABILITY

Applicable to all water service furnished for private fire hydrant service.

TERRITORY

The incorporated cities of Monterey, Pacific Grove, Carmel-by-the-Sea, Del Rey Oaks, Sand City, a portion of Seaside, certain unincorporated areas in the County of Monterey, the Ambler Park subdivision, Rim Rock subdivision, Rancho El Toro Country Club, located nine miles southwest of Salinas, Monterey County, the area known as Laguna Seca Ranch Estates, and vicinity.

RATESPer Month

Private Fire Hydrant Service Installed at Cost of Applicant:

For each Fire Hydrant Installed.....	\$29.09	(l)
--------------------------------------	---------	-----

SPECIAL CONDITIONS

1. The fire protection service and connection shall be installed by the Utility or under the Utility's direction. Cost of the entire fire protection installation shall be paid for by the applicant. Such payment shall not be subject to refund.
2. The installation housing the detector type check valve and meter and appurtenances, thereto, shall be in a location mutually agreeable to the applicant and the Utility. Normally such installation shall be located on the premises of applicant, adjacent to the property line. The expense of maintaining all facilities which are the sole property of the applicant (including the vault, meter, detector type check valves, backflow device and appurtenances) shall be paid for by the applicant.
3. All facilities paid for by the applicant, excluding the connection at the main and any service pipe located in a public right-of-way, shall be the sole property of the applicant. The Utility and its duly authorized agents shall have the right to ingress to and egress from the premises for all purposes relating to said facilities.
4. The minimum diameter will be 6 inches, and the maximum diameter will be the diameter of the main to which the service is connected.

(continued)

## APPENDIX B

California-American Water Company  
Schedule No. MO-4H (continued)  
Monterey Peninsula District Tariff Area  
PRIVATE FIRE HYDRANT SERVICE

SPECIAL CONDITIONS (continued)

5. If distribution main of adequate size to serve a private fire protection system in addition to all other normal service does not exist in the street or alley adjacent to the premises to be served, then a main from the nearest existing main of adequate capacity shall be installed by the Utility, or under the Utility's direction, and the cost paid by the applicant. Such payment shall not be subject to refund.
6. Service hereunder is for private fire hydrant service to which no connections for other than fire protection purposes are allowed and which are regularly inspected by the underwriters having jurisdiction. All facilities are to be installed according to the Utility's specifications and maintained to the Utility's satisfaction. The Utility may require the installation of a backflow prevention device and a standard detector type meter approved by the Insurance Services Office for protection against theft, leakage or waste of water.
7. No structure shall be built over the fire protection service and the customer shall maintain and safeguard the area occupied by the service from traffic and other hazardous conditions. The customer will be responsible for any damage to the fire protection service facilities.
8. Subject to the approval of the Utility, any change in the location or construction of fire protection service as may be requested by the public authority or the customer will be made by the Utility following payment to the Utility of the entire cost of such change.
9. Any unauthorized use of water other than fire protection purposes, charges shall be made therefore at the regular established rate for general metered service and/or may be grounds for the Utility discontinuing the fire protection service without liability to the Utility.
10. Customers who use Cal-Am's system to provide for fire flow, but do not receive their domestic Supply from Cal-Am, will pay a special Private Fire Service rate equal to either the higher of the standard rate for their size service or a rate equal to the sum of the standard monthly Service Charges that would be billed for all the properties served by the Private Fire Service if they did receive domestic service. All fire service to non-domestic customers will be considered private fire service. If a new public fire hydrant is required to be installed for a non-domestic customer and other customers will benefit, no fee will be charged.
11. All bills are subject to the reimbursement fee set forth on Schedule No. U.F.
12. Due to an over collection in the Water Revenue Adjustment Mechanism Balancing Account, a monthly meter surcredit of (\$3.52) will be added to all Private Fire Hydrant Service for a 36 month period beginning May 5, 2006 per Advice Letter 645.
13. Per the decision from Application 05-02-012, a 3% monthly surcharge on customer bills will be collected for the minimum ERISA pension payment. Collections will be tracked in a balancing account. An annual advice letter filing will be made for a surcredit or surcharge, depending on the balance account. (N)
14. Per the decision from Application 05-02-012, costs associated with the Carmel River Dam (N)



APPENDIX B

California-American Water Company  
Schedule No. MO-4H (continued)  
Monterey Peninsula District Tariff Area  
PRIVATE FIRE HYDRANT SERVICE

SPECIAL CONDITIONS (continued)

shall be placed in an interest free balancing account and collected through a meter surcharge over the next six years. The total amount to be recovered is \$3,646,452. A surcharge of \$0.57 will be applied to all fire hydrant services.

(N)

15. Per the 2005 Monterey General Rate Case Decision issued in A. 05-02-012, a 1% monthly conservation surcharge will be collected from customers. The funds will support additional conservation efforts to be undertaken by the Monterey Peninsula Water Management District.

(N)



## APPENDIX B

California-American Water Company  
Schedule No. MO-AB  
Monterey District Tariff Area  
AMBLER PARK AND BISHOP  
GENERAL METERED SERVICE  
PROPOSED STEP RATE INCREASES

Each of the following increases in rates may be put into effect on the indicated date by filing a rate schedule which adds the appropriate increases to the rate which would otherwise be in effect on that date.

## Quantity Rates:

	Rates to be Effective	
	<u>01/01/07</u>	<u>01/01/08</u>
For the first 20 cu ft. per 100 cu ft	\$	\$
For the next 20 cu ft. per 100 cu ft	\$	\$
For the next 20 cu ft. per 100 cu ft	\$	\$
For the next 20 cu ft. per 100 cu ft	\$	\$
All water over 80 cu ft, per 100 cu ft	\$	\$

## Meter Charge:

Per Meter Per Month  
All Other      All Other  
01/01/07      01/01/08

For	5/8 x 3/4-inch	Meter
For	3/4-inch	Meter
For	1-inch	Meter
For	1-1/2-inch	Meter
For	2-inch	Meter
For	3-inch	Meter
For	4-inch	Meter
For	6-inch	Meter
For	8-inch	Meter

## APPENDIX B

California-American Water Company  
Schedule No. MO-1-68  
Monterey District Tariff Area  
HIDDEN HILLS AND RYAN RANCH  
GENERAL METERED SERVICE  
PROPOSED STEP RATE INCREASES

Each of the following increases in rates may be put into effect on the indicated date by filing a rate schedule which adds the appropriate increases to the rate which would otherwise be in effect on that date.

## Quantity Rates:

Rates to be Effective  
01/01/07      01/01/08

## Residential:

For the first 8 cu. ft. per 100 cu. ft.	\$	\$
For the next 16 cu. ft. per 100 cu. Ft	\$	\$
For the next 16 cu. ft. per 100 cu. Ft	\$	\$
Over 40 cu. ft. per 100 cu. Ft	\$	\$

## All Other Customers:

For the first 40 cu. ft. per 100 cu. ft.	\$	\$
For the next 40 cu. ft. per 100 cu. Ft	\$	\$
For the next 120 cu. ft. per 100 cu. Ft	\$	\$
Over 200 cu. ft. per 100 cu. Ft	\$	\$

## Meter Charge:

			Per Meter Per Month	
			Residential	All Other
			<u>01/01/07</u>	<u>01/01/08</u>
For	5/8 x 3/4-inch	meter		
For	3/4-inch	meter		
For	1-inch	meter		
For	1-1/2-inch	meter		
For	2-inch	meter		
For	3-inch	meter		
For	4-inch	meter		
For	6-inch	meter		
For	8-inch	meter		

## APPENDIX B

California-American Water Company  
 Schedule No. MO-4, MO-4AB, MO-4H  
 Monterey District Tariff Area  
 PRIVATE FIRE PROTECTION  
**PROPOSED STEP RATE INCREASES**

Each of the following increases in rates may be put into effect on the indicated date by filing a rate schedule which adds the appropriate increases to the rate which would otherwise be in effect on that date.

Rates:

	Rates to be Effective	
	<u>01/01/07</u>	<u>01/01/08</u>
4-inch connection and smaller	\$	\$
6-inch connection	\$	\$
8-inch connection	\$	\$
10-inch connection	\$	\$
For each fire hydrant installed	\$	\$



## Appendix B

California-American Water Company  
Schedule No. MO-1  
Monterey District Tariff Area  
GENERAL METERED SERVICE

**EMERGENCY RATE TARIFF****APPLICABILITY**

Applicable to all water furnished on a metered basis.

**TERRITORY**

The incorporated cities of Monterey, Pacific Grove, Carmel-by-the-Sea, Del Rey Oaks, Sand City, a portion of Seaside, and certain unincorporated areas in the County of Monterey.

**RATES**

Quantity Rates:	Per Meter Per Month	
<b>Elevation Zone Surcharge:</b>		
Elevation Zone 1, per 100 cu. ft.....	\$0.2567	
Elevation Zone 2, per 100 cu. ft.....	\$0.4464	
<b>Residential, Multi-Residential, &amp; PAR Customers:</b>		
For the first 100 cu. ft. x Allotted Units per Month.....	\$1.6742	(I)
For next 100 cu. ft x Customer ECU.....	\$3.3485	(I)
For the next 100 cu. ft x Customer ECU less allotment for people.....	\$5.0227	(I)
For the next 100 cu ft x Customer ECU less allotment for people.....	\$13.3940	(I)
All Water over fourth block, per 100 cu ft less allotment for people.....	\$26.7878	(I)
Service Charge.....	\$1.0852	
<b>Golf Course Customers:</b>		
For all water delivered up to monthly allotment, per 100 cu. ft.....	\$3.3485	(I)
For all water delivered over monthly allotment, per 100 cu. ft.....	\$10.0455	(I)
<b>Special Use Customers:</b>		
For all water delivered, per 100 cu. ft.....	\$6.6969	(I)
<b>All Other Customers:</b>		
For all water delivered up to monthly allotment, per 100 cu. ft.....	\$3.3485	(I)
For all water delivered over monthly allotment, per 100 cu. ft.....	\$20.0908	(I)

## Appendix B

California-American Water Company  
 Schedule No. MO-1 (continued)  
 Monterey District Tariff Area  
GENERAL METERED SERVICE

**EMERGENCY RATE TARIFF**

## Meter Charge:

			<u>Per Meter Per Month</u>		
			Residential Customers	PAR Customers	All Other Customers
	For 5/8 x 3/4-inch	meter. ....	\$7.00	\$0.00	\$14.00
(I)	For 3/4-inch	meter.....	\$10.50	\$0.00	\$21.00 (I)
	For 1-inch	meter.....	\$17.50	\$0.00	\$35.00 (I)
	For 1-1/2-inch	meter.....	\$35.00	\$0.00	\$70.00 (I)
	For 2-inch	meter.....	\$56.00	\$0.00	\$112.00 (I)
	For 3-inch	meter.....	\$105.00	\$0.00	\$210.00 (I)
	For 4-inch	meter.....	\$175.00	\$0.00	\$350.00 (I)
	For 6-inch	meter.....	\$350.00	\$0.00	\$700.00 (I)
	For 8-inch	meter.....	\$560.00	\$0.00	\$1,120.00 (I)

The Service Charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for water used computed at the Quantity Rates.

Appendix B

Rule No.11  
DISCONTINUANCE AND RESTORATION OF SERVICE  
(continued)

B. 2. For Noncompliance with Rules

The utility may discontinue service to any customer for violation of these rules after it has given the customer at least five days written notice of such intention. Where safety of water supply is endangered, service may be discontinued immediately without notice.

3. For Waste of Water

- a. Where negligent or wasteful use of water exists on a customer's premises, the utility may discontinue the service if such practices are not remedied within five days after it has given the customer written notice to such effect.
- b. In order to protect itself against serious and unnecessary waste or misuse of water, the utility may meter any flat rate service and apply the regularly established meter rates where the customer continues to misuse or waste water beyond five days after the utility has given the customer written notice to remedy such practices.

4. For Unsafe Apparatus or Where Service is Detrimental or Damaging to the Utility or its Customers.

If an unsafe or hazardous condition is found to exist on the customer's premises, or if the use of water thereon by apparatus, appliances, equipment or otherwise is found to be detrimental or damaging to the utility or its customers, the service may be shut off without notice. The utility will notify the customer immediately of the reasons for the discontinuance and the corrective action to be take by the customer before service can be restored.

5. For Fraudulent Use of Service

When the utility has discovered that a customer has obtained service by fraudulent means, or has diverted the water service for unauthorized use, the service to that customer may be discontinued without notice. The utility will not restore service to such customer until that customer has complied with all filed rules and reasonable requirements of the utility and the utility has been reimbursed for the full amount of the service rendered and the actual cost to the utility incurred by reason of the fraudulent use.

C. Restoration of Service

1. Reconnection Charge

Where service has been discontinued for violation of these rules or for nonpayment of bills, the utility may charge \$10.00 for reconnection of service during regular working hours or \$15.00 (\$ 50.00 for Monterey, Larkfield, Sacramento, Coronado and Village (C) Districts) for reconnection of service at other than regular working hours when the customer has requested that the reconnection be made at other than regular working hours.

(continued)



Appendix B

Rule No.11

DISCONTINUANCE AND RESTORATION OF SERVICE

(continued)

Low-income customers enrolled in the Program for Alternative Rates ("PAR") in the Monterey district will not be charged a reconnection fee. Customers who face the fee and reside in the area the PAR program is offered will be notified of the PAR program at the time the reconnection is made.

(N)

## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

Quantity Rate (per ccf)	Adopted	Qnty	Readiness		Present	Qnty	Readiness	
		Rate	to Serve	Total		Rate	to Serve	Total
Residential, PAR, Multi-Residential	0-5	\$ 1.6742	\$ 1.0852	\$ 2.7594	0-5	\$ 1.6360	\$ 1.0852	\$ 2.7212
	6-10	\$ 3.3485	\$ 1.0852	\$ 4.4337	6-10	\$ 3.2720	\$ 1.0852	\$ 4.3572
	11-14	\$ 5.0227	\$ 1.0852	\$ 6.1079	11-15	\$ 4.9080	\$ 1.0852	\$ 5.9932
	15-18	\$ 6.6970	\$ 1.0852	\$ 7.7822	16-20	\$ 6.5440	\$ 1.0852	\$ 7.6292
	>18	\$ 13.3939	\$ 1.0852	\$ 14.4791	>20	\$ 13.0880	\$ 1.0852	\$ 14.1732

Meter Charge	Adopted	Residential	PAR	Present	Residential	PAR
		Meter	Meter		Meter	Meter
		Charge	Charge		Charge	Charge
5/8	\$ 7.00	\$ -		5/8	\$ 6.89	\$ -
3/4	\$ 10.50	\$ -		3/4	\$ 10.35	\$ -
1	\$ 17.50	\$ -		1	\$ 17.23	\$ -
1 1/2	\$ 35.00	\$ -		1 1/2	\$ 34.45	\$ -
2	\$ 56.00	\$ -		2	\$ 55.11	\$ -
3	\$ 105.00	\$ -		3	\$ 103.34	\$ -
4	\$ 175.00	\$ -		4	\$ 172.23	\$ -
6	\$ 350.00	\$ -		6	\$ 344.45	\$ -
8	\$ 560.00	\$ -		8	\$ 551.21	\$ -

Note: This bill analysis excludes all applicable surcharges & taxes.  
 Present rates reflect rates effective as of January 1, 2006.  
 For Residential, PAR & Multi-Family: Assume 3 people, no animals, 5/8" meter, 3/8 acre lot

## RESIDENTIAL &amp; MULTI-RESIDENTIAL

## 5/8 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Bill, Dollars	Increase
2.	Ccf			Dollars	Percent
4.	0	7.00	6.89	0.11	1.60%
5.	1	9.76	9.61	0.15	1.56%
6.	2	12.52	12.33	0.19	1.54%
7.	5	20.80	20.50	0.30	1.46%
8.	8	34.10	33.57	0.53	1.58%
9.	10	42.97	42.28	0.69	1.63%
10.	14	67.40	66.25	1.15	1.74%
11.	20	127.48	110.39	17.09	15.48%
12.	25	199.88	181.26	18.62	10.27%
13.	30	272.28	252.13	20.15	7.99%
14.	50	561.86	535.59	26.27	4.90%
15.	75	923.83	889.92	33.91	3.81%
16.	100	1,285.81	1,244.25	41.56	3.34%
17.	150	2,009.77	1,952.91	56.86	2.91%
18.	200	2,733.72	2,661.57	72.15	2.71%
19.	500	7,077.45	6,913.53	163.92	2.37%

## PAR

## 5/8 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Bill, Dollars	Increase
2.	Ccf			Dollars	Percent
4.	0	0.00	0.00	0.00	0.00%
5.	1	2.76	2.72	0.04	1.47%
6.	2	5.52	5.44	0.08	1.47%
7.	5	13.80	13.61	0.19	1.40%
8.	8	27.10	26.68	0.42	1.57%
9.	10	35.97	35.39	0.58	1.64%
10.	14	60.40	59.36	1.04	1.75%
11.	20	120.48	103.50	16.98	16.41%
12.	25	192.88	174.37	18.51	10.62%
13.	30	265.28	245.24	20.04	8.17%
14.	50	554.86	528.70	26.16	4.95%
15.	75	916.83	883.03	33.80	3.83%
16.	100	1,278.81	1,237.36	41.45	3.35%
17.	150	2,002.77	1,946.02	56.75	2.92%
18.	200	2,726.72	2,654.68	72.04	2.71%
19.	500	7,070.45	6,906.64	163.81	2.37%

## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

Quantity Rate (per ccf)	Adopted	Qty Rate	Readiness to Serve	Total	Present	Qty Rate	Readiness to Serve	Total
Residential, PAR, Multi-Residential	0-5	\$ 1.6742	\$ 1.0852	\$ 2.7594	0-5	\$ 1.6360	\$ 1.0852	\$ 2.7212
	6-10	\$ 3.3485	\$ 1.0852	\$ 4.4337	6-10	\$ 3.2720	\$ 1.0852	\$ 4.3572
	11-14	\$ 5.0227	\$ 1.0852	\$ 6.1079	11-15	\$ 4.9080	\$ 1.0852	\$ 5.9932
	15-18	\$ 6.6970	\$ 1.0852	\$ 7.7822	16-20	\$ 6.5440	\$ 1.0852	\$ 7.6292
	>18	\$ 13.3939	\$ 1.0852	\$ 14.4791	>20	\$ 13.0880	\$ 1.0852	\$ 14.1732

Meter Charge		Residential	PAR	Carmel River		Residential	PAR
		Meter	Meter	Dam Meter		Meter	Meter
	Adopted	Charge	Charge	Surcharge		Present	Charge
	5/8	\$ 7.00	\$ -	\$ 0.89		5/8	\$ 6.89
	3/4	\$ 10.50	\$ -	\$ 1.34		3/4	\$ 10.35
	1	\$ 17.50	\$ -	\$ 2.23		1	\$ 17.23
	1 1/2	\$ 35.00	\$ -	\$ 4.46		1 1/2	\$ 34.45
	2	\$ 56.00	\$ -	\$ 7.14		2	\$ 55.11
	3	\$ 105.00	\$ -	\$ 13.38		3	\$ 103.34
	4	\$ 175.00	\$ -	\$ 22.30		4	\$ 172.23
	6	\$ 350.00	\$ -	\$ 44.61		6	\$ 344.45
	8	\$ 560.00	\$ -	\$ 71.38		8	\$ 551.21

Pension Surcharge (3%) 1.0300

Note: Rates reflect pension and Carmel River Dam surcharges.  
 Present rates reflect rates effective as of January 1, 2006.  
 For Residential, PAR & Multi-Family: Assume 3 people, no animals, 5/8" meter, 3/8 acre lot

## RESIDENTIAL &amp; MULTI-RESIDENTIAL

## 5/8 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Increase Dollars	Percent
2.	Ccf				
3.	0	8.10	6.89	1.21	17.59%
4.	1	10.94	9.61	1.33	13.89%
5.	2	13.79	12.33	1.46	11.82%
6.	5	22.32	20.50	1.82	8.86%
7.	8	36.02	33.57	2.45	7.28%
8.	10	45.15	42.28	2.87	6.79%
9.	14	70.31	66.25	4.06	6.13%
10.	20	132.20	110.39	21.81	19.75%
11.	25	206.77	181.26	25.51	14.07%
12.	30	281.34	252.13	29.21	11.59%
13.	50	579.61	535.59	44.02	8.22%
14.	75	952.44	889.92	62.52	7.03%
15.	100	1,325.28	1,244.25	81.03	6.51%
16.	150	2,070.96	1,952.91	118.05	6.04%
17.	200	2,816.62	2,661.57	155.05	5.83%
18.	500	7,290.67	6,913.53	377.14	5.46%

## PAR

## 5/8 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Increase Dollars	Percent
2.	Ccf				
3.	0	0.89	0.00	0.89	0.00%
4.	1	2.84	2.72	0.12	4.51%
5.	2	5.69	5.44	0.25	4.51%
6.	5	14.21	13.61	0.60	4.44%
7.	8	27.91	26.68	1.23	4.62%
8.	10	37.05	35.39	1.66	4.69%
9.	14	62.21	59.36	2.85	4.80%
10.	20	124.09	103.50	20.59	19.90%
11.	25	198.67	174.37	24.30	13.93%
12.	30	273.24	245.24	28.00	11.42%
13.	50	571.51	528.70	42.81	8.10%
14.	75	944.33	883.03	61.30	6.94%
15.	100	1,317.17	1,237.36	79.81	6.45%
16.	150	2,062.85	1,946.02	116.83	6.00%
17.	200	2,808.52	2,654.68	153.84	5.80%
18.	500	7,282.56	6,906.64	375.92	5.44%



## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

Quantity Rate (per ccf)	Adopted	\$ 3.3485	Present	\$ 3.2720
-------------------------	---------	-----------	---------	-----------

## Meter Charge

	Adopted	Meter Charge		Present	Meter Charge
5/8		\$ 14.00	5/8		\$ 13.78
3/4		\$ 21.00	3/4		\$ 20.67
1		\$ 35.00	1		\$ 34.45
1 1/2		\$ 70.00	1 1/2		\$ 68.89
2		\$ 112.00	2		\$ 110.22
3		\$ 210.00	3		\$ 206.67
4		\$ 350.00	4		\$ 344.45
6		\$ 700.00	6		\$ 688.90
8		\$1,120.00	8		#####

Note: This bill analysis excludes all applicable surcharges &amp; taxes.

Present rates reflect rates effective as of January 1, 2006.

## COMMERCIAL

## 1 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Increase	
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	35.00	34.45	0.55	1.60%
5.	1	38.35	37.72	0.63	1.67%
6.	2	41.70	40.99	0.71	1.73%
7.	5	51.74	50.81	0.93	1.83%
8.	8	61.79	60.63	1.16	1.91%
9.	10	68.48	67.17	1.31	1.95%
10.	14	81.88	80.26	1.62	2.02%
11.	20	101.97	99.89	2.08	2.08%
12.	25	118.71	116.25	2.46	2.12%
13.	30	135.45	132.61	2.84	2.14%
14.	50	202.42	198.05	4.37	2.21%
15.	75	286.14	279.85	6.29	2.25%
16.	100	369.85	361.65	8.20	2.27%
17.	150	537.27	525.25	12.02	2.29%
18.	200	704.70	688.85	15.85	2.30%
19.	500	1,709.24	1,670.45	38.79	2.32%

## INDUSTRIAL &amp; PUBLIC AUTHORITY

## 2 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Increase	
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	112.00	110.22	1.78	1.61%
5.	1	115.35	113.49	1.86	1.64%
6.	2	118.70	116.76	1.94	1.66%
7.	5	128.74	126.58	2.16	1.71%
8.	8	138.79	136.40	2.39	1.75%
9.	10	145.48	142.94	2.54	1.78%
10.	14	158.88	156.03	2.85	1.83%
11.	20	178.97	175.66	3.31	1.88%
12.	25	195.71	192.02	3.69	1.92%
13.	30	212.45	208.38	4.07	1.95%
14.	50	279.42	273.82	5.60	2.05%
15.	75	363.14	355.62	7.52	2.11%
16.	100	446.85	437.42	9.43	2.16%
17.	150	614.27	601.02	13.25	2.20%
18.	200	781.70	764.62	17.08	2.23%
19.	500	1,786.24	1,746.22	40.02	2.29%

## GOLF

## 8 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Increase	
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	1,120.00	1,102.24	17.76 #	1.61%
5.	1	1,123.35	1,105.51	17.84 #	1.61%
6.	2	1,126.70	1,108.78	17.92 #	1.62%
7.	5	1,136.74	1,118.60	18.14 #	1.62%
8.	8	1,146.79	1,128.42	18.37 #	1.63%
9.	10	1,153.48	1,134.96	18.52 #	1.63%
10.	14	1,166.88	1,148.05	18.83 #	1.64%
11.	20	1,186.97	1,167.68	19.29 #	1.65%
12.	25	1,203.71	1,184.04	19.67 #	1.66%
13.	30	1,220.45	1,200.40	20.05 #	1.67%
14.	50	1,287.42	1,265.84	21.58 #	1.70%
15.	75	1,371.14	1,347.64	23.50 #	1.74%
16.	100	1,454.85	1,429.44	25.41 #	1.78%
17.	150	1,622.27	1,593.04	29.23 #	1.83%
18.	200	1,789.70	1,756.64	33.06 #	1.88%
19.	500	2,794.24	2,738.24	56.00 #	2.05%

## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

Quantity Rate (per ccf)	Adopted	\$ 3.3485	Present	\$ 3.2720
-------------------------	---------	-----------	---------	-----------

Meter Charge			Carmel River		
	Adopted	Meter Charge	Dam Meter Surcharge	Present	Meter Charge
5/8	\$	14.00	\$ 0.89	5/8	\$ 13.78
3/4	\$	21.00	\$ 1.34	3/4	\$ 20.67
1	\$	35.00	\$ 2.23	1	\$ 34.45
1 1/2	\$	70.00	\$ 4.46	1 1/2	\$ 68.89
2	\$	112.00	\$ 7.14	2	\$ 110.22
3	\$	210.00	\$ 13.38	3	\$ 206.67
4	\$	350.00	\$ 22.30	4	\$ 344.45
6	\$	700.00	\$ 44.61	6	\$ 688.90
8	\$	1,120.00	\$ 71.38	8	#####

Pension Surcharge (3%)	1.0300
------------------------	--------

Note: Rates reflect pension and Carmel River Dam surcharges.  
Present rates reflect rates effective as of January 1, 2006.

## COMMERCIAL

## 1 - INCH METER

1.	Bill, Dollars			Increase	
2.	Usage	Proposed	Present		
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	38.28	34.45	3.83	11.12%
5.	1	41.73	37.72	4.01	10.63%
6.	2	45.18	40.99	4.19	10.23%
7.	5	55.52	50.81	4.71	9.28%
8.	8	65.87	60.63	5.24	8.65%
9.	10	72.76	67.17	5.59	8.33%
10.	14	86.57	80.26	6.31	7.86%
11.	20	107.26	99.89	7.37	7.38%
12.	25	124.50	116.25	8.25	7.10%
13.	30	141.74	132.61	9.13	6.89%
14.	50	210.72	198.05	12.67	6.40%
15.	75	296.95	279.85	17.10	6.11%
16.	100	383.18	361.65	21.53	5.95%
17.	150	555.62	525.25	30.37	5.78%
18.	200	728.07	688.85	39.22	5.69%
19.	500	1,762.75	1,670.45	92.30	5.53%

## INDUSTRIAL &amp; PUBLIC AUTHORITY

## 2 - INCH METER

1.	Bill, Dollars			Increase	
2.	Usage	Proposed	Present		
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	115.36	110.22	5.14	4.66%
5.	1	118.81	113.49	5.32	4.69%
6.	2	122.26	116.76	5.50	4.71%
7.	5	132.60	126.58	6.02	4.76%
8.	8	142.95	136.40	6.55	4.80%
9.	10	149.84	142.94	6.90	4.83%
10.	14	163.65	156.03	7.62	4.88%
11.	20	184.34	175.66	8.68	4.94%
12.	25	201.58	192.02	9.56	4.98%
13.	30	218.82	208.38	10.44	5.01%
14.	50	287.80	273.82	13.98	5.11%
15.	75	374.03	355.62	18.41	5.18%
16.	100	460.26	437.42	22.84	5.22%
17.	150	632.70	601.02	31.68	5.27%
18.	200	805.15	764.62	40.53	5.30%
19.	500	1,839.83	1,746.22	93.61	5.36%

## GOLF

## 8 - INCH METER

1.	Bill, Dollars			Increase	
2.	Usage	Proposed	Present		
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	1,120.00	1,102.24	17.76 #	1.61%
5.	1	1,123.35	1,105.51	17.84 #	1.61%
6.	2	1,126.70	1,108.78	17.92 #	1.62%
7.	5	1,136.74	1,118.60	18.14 #	1.62%
8.	8	1,146.79	1,128.42	18.37 #	1.63%
9.	10	1,153.48	1,134.96	18.52 #	1.63%
10.	14	1,166.88	1,148.05	18.83 #	1.64%
11.	20	1,186.97	1,167.68	19.29 #	1.65%
12.	25	1,203.71	1,184.04	19.67 #	1.66%
13.	30	1,220.45	1,200.40	20.05 #	1.67%
14.	50	1,287.42	1,265.84	21.58 #	1.70%
15.	75	1,371.14	1,347.64	23.50 #	1.74%
16.	100	1,454.85	1,429.44	25.41 #	1.78%
17.	150	1,622.27	1,593.04	29.23 #	1.83%
18.	200	1,789.70	1,756.64	33.06 #	1.88%

## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

## Ambler &amp; Bishop

	Adopted	Present
Quantity Rate (per ccf)	\$ 2.2178	\$ 2.0762

Meter Charge	Adopted	Residential Meter Charge	Present	Residential Meter Charge
	5/8	\$ 14.00	5/8	\$ 13.78
	3/4	\$ 21.00	3/4	\$ 20.67
	1	\$ 35.00	1	\$ 34.45
	1 1/2	\$ 70.00	1 1/2	\$ 68.89
	2	\$ 112.00	2	\$ 110.22
	3	\$ 210.00	3	\$ 206.67
	4	\$ 350.00	4	\$ 344.45
	6	\$ 700.00	6	\$ 688.90
	8	\$ 1,120.00	8	\$1,102.24

Note: This bill analysis excludes all applicable surcharges & taxes.  
Present rates reflect rates effective as of January 1, 2006.

## RESIDENTIAL &amp; MULTI-RESIDENTIAL

## 5/8 - INCH METER

1.	Usage	Proposed	Present	Increase	
2.	Ccf	Rates	Rates	Dollars	Percent
4.	0	14.00	13.78	0.22	1.60%
5.	1	16.22	15.86	0.36	2.27%
6.	2	18.44	17.93	0.51	2.84%
7.	5	25.09	24.16	0.93	3.85%
8.	8	31.74	30.39	1.35	4.44%
9.	10	36.18	34.54	1.64	4.75%
10.	14	45.05	42.85	2.20	5.13%
11.	20	58.36	55.30	3.06	5.53%
12.	25	69.44	65.69	3.75	5.71%
13.	30	80.53	76.07	4.46	5.86%
14.	50	124.89	117.59	7.30	6.21%
15.	75	180.33	169.50	10.83	6.39%
16.	100	235.78	221.40	14.38	6.50%
17.	150	346.67	325.21	21.46	6.60%
18.	200	457.56	429.02	28.54	6.65%
19.	500	1,122.90	1,051.88	71.02	6.75%

## COMMERCIAL

## 1 - INCH METER

1.	Usage	Proposed	Present	Increase	
2.	Ccf	Rates	Rates	Dollars	Percent
4.	0 #	35.00	34.45 #	0.55	1.60%
5.	1 #	37.22	36.53 #	0.69	1.89%
6.	2 #	39.44	38.60 #	0.84	2.18%
7.	5 #	46.09	44.83 #	1.26	2.81%
8.	8 #	52.74	51.06 #	1.68	3.29%
9.	10 #	57.18	55.21 #	1.97	3.57%
10.	14 #	66.05	63.52 #	2.53	3.98%
11.	20 #	79.36	75.97 #	3.39	4.46%
12.	25 #	90.44	86.36 #	4.08	4.72%
13.	30 #	101.53	96.74 #	4.79	4.95%
14.	50 #	145.89	138.26 #	7.63	5.52%
15.	75 #	201.33	190.17 #	11.16	5.87%
16.	100 #	256.78	242.07 #	14.71	6.08%
17.	150 #	367.67	345.88 #	21.79	6.30%
18.	200 #	478.56	449.69 #	28.87	6.42%
19.	500 #	1,143.90	1,072.55 #	71.35	6.65%



## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

## Ambler &amp; Bishop

	Adopted	Present
Quantity Rate (per ccf)	\$ 2.2178	\$ 2.0762

Meter Charge	Residential Meter Charge		Residential Meter Charge	
	Adopted		Present	
5/8	\$	14.00	5/8	\$ 13.78
3/4	\$	21.00	3/4	\$ 20.67
1	\$	35.00	1	\$ 34.45
1 1/2	\$	70.00	1 1/2	\$ 68.89
2	\$	112.00	2	\$ 110.22
3	\$	210.00	3	\$ 206.67
4	\$	350.00	4	\$ 344.45
6	\$	700.00	6	\$ 688.90
8	\$	1,120.00	8	\$1,102.24

Pension Surcharge (3%) 1.0300

Note: Rates reflect pension surcharge of 3%.  
Present rates reflect rates effective as of January 1, 2006.

## RESIDENTIAL &amp; MULTI-RESIDENTIAL

## 5/8 - INCH METER

1.	Bill, Dollars		Increase	
2. Usage	Proposed	Present		
3. Ccf	Rates	Rates	Dollars	Percent
4. 0	14.42	13.78	0.64	4.64%
5. 1	16.71	15.86	0.85	5.34%
6. 2	18.99	17.93	1.06	5.93%
7. 5	25.84	24.16	1.68	6.96%
8. 8	32.69	30.39	2.30	7.58%
9. 10	37.27	34.54	2.73	7.89%
10. 14	46.40	42.85	3.55	8.29%
11. 20	60.11	55.30	4.81	8.70%
12. 25	71.52	65.69	5.83	8.88%
13. 30	82.95	76.07	6.88	9.04%
14. 50	128.64	117.59	11.05	9.39%
15. 75	185.74	169.50	16.24	9.58%
16. 100	242.85	221.40	21.45	9.69%
17. 150	357.07	325.21	31.86	9.80%
18. 200	471.29	429.02	42.27	9.85%
19. 500	1,156.59	1,051.88	104.71	9.95%

## COMMERCIAL

## 1 - INCH METER

1.	Bill, Dollars		Increase	
2. Usage	Proposed	Present		
3. Ccf	Rates	Rates	Dollars	Percent
4. 0 #	36.05	34.45 #	1.60	4.64%
5. 1 #	38.34	36.53 #	1.81	4.95%
6. 2 #	40.62	38.60 #	2.02	5.24%
7. 5 #	47.47	44.83 #	2.64	5.89%
8. 8 #	54.32	51.06 #	3.26	6.39%
9. 10 #	58.90	55.21 #	3.69	6.68%
10. 14 #	68.03	63.52 #	4.51	7.10%
11. 20 #	81.74	75.97 #	5.77	7.60%
12. 25 #	93.15	86.36 #	6.79	7.87%
13. 30 #	104.58	96.74 #	7.84	8.10%
14. 50 #	150.27	138.26 #	12.01	8.68%
15. 75 #	207.37	190.17 #	17.20	9.04%
16. 100 #	264.48	242.07 #	22.41	9.26%
17. 150 #	378.70	345.88 #	32.82	9.49%
18. 200 #	492.92	449.69 #	43.23	9.61%
19. 500 #	1,178.22	1,072.55 #	105.67	9.85%

## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

## Hidden Hills &amp; Ryan Ranch

Quantity Rate (per ccf)	Adopted	Qnty Rate	Readiness to Serve	Total	Present	Qnty Rate	Readiness to Serve	Total
0-8		\$ 2.8462	\$ 1.0852	\$ 3.9314	0-8	\$ 2.7888	\$ 1.0852	\$ 3.8740
9-24		\$ 3.7949	\$ 1.0852	\$ 4.8801	9-24	\$ 3.2720	\$ 1.0852	\$ 4.3572
25-40		\$ 7.5898	\$ 1.0852	\$ 8.6750	25-40	\$ 7.4368	\$ 1.0852	\$ 8.5220
>40		\$ 18.9744	\$ 1.0852	\$ 20.0596	>40	\$ 18.5920	\$ 1.0852	\$ 19.6772

## Meter Charge

Adopted	Residential Meter Charge	PAR Meter Charge	Other Meter Charge	Present	Residential Meter Charge	PAR Meter Charge	Other Meter Charge
5/8	\$ 7.00	\$ -	\$ 14.00	5/8	\$ 6.89	\$ -	\$ 13.78
3/4	\$ 10.50	\$ -	\$ 21.00	3/4	\$ 10.35	\$ -	\$ 20.67
1	\$ 17.50	\$ -	\$ 35.00	1	\$ 17.23	\$ -	\$ 34.45
1 1/2	\$ 35.00	\$ -	\$ 70.00	1 1/2	\$ 34.45	\$ -	\$ 68.89
2	\$ 56.00	\$ -	\$ 112.00	2	\$ 55.11	\$ -	\$ 110.22
3	\$ 105.00	\$ -	\$ 210.00	3	\$ 103.34	\$ -	\$ 206.67
4	\$ 175.00	\$ -	\$ 350.00	4	\$ 172.23	\$ -	\$ 344.45
6	\$ 350.00	\$ -	\$ 700.00	6	\$ 344.45	\$ -	\$ 688.90
8	\$ 560.00	\$ -	\$ 1,120.00	8	\$ 551.21	\$ -	#####

Note: This bill analysis excludes all applicable surcharges & taxes.  
Present rates reflect rates effective as of January 1, 2006.

## RESIDENTIAL &amp; MULTI-RESIDENTIAL

## 5/8 - INCH METER

1.	Usage	Proposed	Present	Increase	
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	7.00	6.89	0.11	1.60%
5.	1	10.93	10.76	0.17	1.58%
6.	2	14.86	14.64	0.22	1.50%
7.	5	26.66	26.26	0.40	1.52%
8.	8	38.45	37.88	0.57	1.50%
9.	10	48.21	46.60	1.61	3.45%
10.	14	67.73	64.03	3.70	5.78%
11.	20	97.01	90.17	6.84	7.59%
12.	25	125.21	116.12	9.09	7.83%
13.	30	168.58	158.73	9.85	6.21%
14.	50	455.93	440.72	15.21	3.45%
15.	75	957.42	932.65	24.77	2.66%
16.	100	1,458.91	1,424.58	34.33	2.41%
17.	150	2,461.88	2,408.44	53.44	2.22%
18.	200	3,464.86	3,392.30	72.56	2.14%
19.	500	9,482.74	9,295.46	187.28	2.01%

## PAR

## 5/8 - INCH METER

1.	Usage	Proposed	Present	Increase	
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	0.00	0.00	0.00	0.00%
5.	1	3.93	3.87	0.06	1.55%
6.	2	7.86	7.75	0.11	1.42%
7.	5	19.66	19.37	0.29	1.50%
8.	8	31.45	30.99	0.46	1.48%
9.	10	41.21	39.71	1.50	3.78%
10.	14	60.73	57.14	3.59	6.28%
11.	20	90.01	83.28	6.73	8.08%
12.	25	118.21	109.23	8.98	8.22%
13.	30	161.58	151.84	9.74	6.41%
14.	50	448.93	433.83	15.10	3.48%
15.	75	950.42	925.76	24.66	2.66%
16.	100	1,451.91	1,417.69	34.22	2.41%
17.	150	2,454.88	2,401.55	53.33	2.22%
18.	200	3,457.86	3,385.41	72.45	2.14%
19.	500	9,475.74	9,288.57	187.17	2.02%

## COMMERCIAL

## 1 - INCH METER

1.	Usage	Proposed	Present	Increase	
3.	Ccf	Rates	Rates	Dollars	Percent
4.	0	35.00	34.45	0.55	1.60%
5.	1	38.93	38.32	0.61	1.59%
6.	2	42.86	42.20	0.66	1.56%
7.	5	54.66	53.82	0.84	1.56%
8.	8	66.45	65.44	1.01	1.54%
9.	10	76.21	74.16	2.05	2.76%
10.	14	95.73	91.59	4.14	4.52%
11.	20	125.01	117.73	7.28	6.18%
12.	25	153.21	143.68	9.53	6.63%
13.	30	196.58	186.29	10.29	5.52%
14.	50	483.93	468.28	15.65	3.34%
15.	75	985.42	960.21	25.21	2.63%
16.	100	1,486.91	1,452.14	34.77	2.39%
17.	150	2,489.88	2,436.00	53.88	2.21%
18.	200	3,492.86	3,419.86	73.00	2.13%
19.	500	9,510.74	9,323.02	187.72	2.01%

## APPENDIX C

## CALIFORNIA-AMERICAN WATER COMPANY

MONTEREY DISTRICT - 2005 RATE CASE - NORMALIZED CONSUMPTION  
COMPARISON OF MONTHLY BILLS FOR GENERAL METERED SERVICE

2006

## Hidden Hills &amp; Ryan Ranch

Quantity	Rate (per ccf)	Adopted	Qnty Rate	Readiness to Serve	Total	Present	Qnty Rate	Readiness to Serve	Total
0-8		\$ 2.8462	\$ 2.8462	\$ 1.0852	\$ 3.9314	0-8	\$ 2.7888	\$ 1.0852	\$ 3.8740
9-24		\$ 3.7949	\$ 3.7949	\$ 1.0852	\$ 4.8801	9-24	\$ 3.2720	\$ 1.0852	\$ 4.3572
25-40		\$ 7.5898	\$ 7.5898	\$ 1.0852	\$ 8.6750	25-40	\$ 7.4368	\$ 1.0852	\$ 8.5220
>40		\$ 18.9744	\$ 18.9744	\$ 1.0852	\$ 20.0596	>40	\$ 18.5920	\$ 1.0852	\$ 19.6772

## Meter Charge

	Adopted	Residential Meter Charge	PAR Meter Charge	Other Meter Charge	Carmel River Dam Meter Surcharge	Present	Residential Meter Charge	PAR Meter Charge	Other Meter Charge
5/8	\$ 7.00	\$ -	\$ -	\$ 14.00	\$ 0.89	5/8	\$ 6.89	\$ -	\$ 13.78
3/4	\$ 10.50	\$ -	\$ -	\$ 21.00	\$ 1.34	3/4	\$ 10.35	\$ -	\$ 20.67
1	\$ 17.50	\$ -	\$ -	\$ 35.00	\$ 2.23	1	\$ 17.23	\$ -	\$ 34.45
1 1/2	\$ 35.00	\$ -	\$ -	\$ 70.00	\$ 4.46	1 1/2	\$ 34.45	\$ -	\$ 68.89
2	\$ 56.00	\$ -	\$ -	\$ 112.00	\$ 7.14	2	\$ 55.11	\$ -	\$ 110.22
3	\$ 105.00	\$ -	\$ -	\$ 210.00	\$ 13.38	3	\$ 103.34	\$ -	\$ 206.67
4	\$ 175.00	\$ -	\$ -	\$ 350.00	\$ 22.30	4	\$ 172.23	\$ -	\$ 344.45
6	\$ 350.00	\$ -	\$ -	\$ 700.00	\$ 44.61	6	\$ 344.45	\$ -	\$ 688.90
8	\$ 560.00	\$ -	\$ -	\$ 1,120.00	\$ 71.38	8	\$ 551.21	\$ -	#####

Pension Surcharge \$ 1.0300

Note: This bill analysis excludes all applicable surcharges & taxes.  
Present rates reflect rates effective as of January 1, 2006.

## RESIDENTIAL &amp; MULTI-RESIDENTIAL

## 5/8 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Bill, Dollars	Increase
3.	Ccf			Dollars	Percent
4.	0	8.10	6.89	1.21	17.59%
5.	1	12.15	10.76	1.39	12.92%
6.	2	16.20	14.64	1.56	10.64%
7.	5	28.35	26.26	2.09	7.97%
8.	8	40.50	37.88	2.62	6.91%
9.	10	50.55	46.60	3.95	8.47%
10.	14	70.65	64.03	6.62	10.35%
11.	20	100.81	90.17	10.64	11.80%
12.	25	129.86	116.12	13.74	11.83%
13.	30	174.53	158.73	15.80	9.95%
14.	50	470.50	440.72	29.78	6.76%
15.	75	987.03	932.65	54.38	5.83%
16.	100	1,503.57	1,424.58	78.99	5.54%
17.	150	2,536.63	2,408.44	128.19	5.32%
18.	200	3,569.70	3,392.30	177.40	5.23%
19.	500	9,768.11	9,295.46	472.65	5.08%

## PAR

## 5/8 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Bill, Dollars	Increase
3.	Ccf			Dollars	Percent
4.	0	0.89	0.00	0.89	N/A
5.	1	4.94	4.76	0.18	3.74%
6.	2	8.99	8.64	0.35	4.00%
7.	5	21.14	20.26	0.88	4.34%
8.	8	33.29	31.88	1.40	4.40%
9.	10	43.34	40.60	2.74	6.74%
10.	14	63.44	58.03	5.41	9.33%
11.	20	93.60	84.17	9.43	11.20%
12.	25	122.65	110.12	12.53	11.37%
13.	30	167.32	152.73	14.59	9.55%
14.	50	463.29	434.72	28.57	6.57%
15.	75	979.82	926.65	53.17	5.74%
16.	100	1,496.36	1,418.58	77.78	5.48%
17.	150	2,529.42	2,402.44	126.98	5.29%
18.	200	3,562.49	3,386.30	176.19	5.20%
19.	500	9,760.90	9,289.46	471.44	5.08%

## COMMERCIAL

## 1 - INCH METER

1.	Usage	Proposed Rates	Present Rates	Bill, Dollars	Increase
3.	Ccf			Dollars	Percent
4.	0	38.28	34.45	3.83	11.12%
5.	1	42.33	38.32	4.01	10.46%
6.	2	46.38	42.20	4.18	9.90%
7.	5	58.53	53.82	4.71	8.75%
8.	8	70.67	65.44	5.23	8.00%
9.	10	80.73	74.16	6.57	8.85%
10.	14	100.83	91.59	9.24	10.09%
11.	20	130.99	117.73	13.26	11.26%
12.	25	160.04	143.68	16.36	11.38%
13.	30	204.71	186.29	18.42	9.89%
14.	50	500.68	468.28	32.40	6.92%
15.	75	1,017.21	960.21	57.00	5.94%
16.	100	1,533.75	1,452.14	81.61	5.62%
17.	150	2,566.81	2,436.00	130.81	5.37%
18.	200	3,599.88	3,419.86	180.02	5.26%
19.	500	9,798.29	9,323.02	475.27	5.10%



## APPENDIX D

CALIFORNIA-AMERICAN WATER  
Monterey

## ADOPTED QUANTITIES

Net-to-Gross Multiplier	1.74514
Uncollectibles	0.24%
Franchise Tax Rates	0.00%
State Income Tax Rates	7.56%
Federal Income Tax Rates	35.00%

## 1. Water Production (Kccf)

	2006
Residential	2,929.80
PAR Customers	28.3
Multi-Residential	628.4
Commercial	1,422.50
Industrial	38.5
Public Authority	521.6
Golf Course	76.4
Viscaino Reclamation Tank	144.8
Construction	7.5
Sale for Resale	3.2
Other	0
Ambler	97.8
Bishop	106.8
Hidden Hills	69.7
Ryan Ranch	26.8
Total Annual Consumption	6,102.10
Unacc For Water Percentage - Mont	8.50%
Unacc For Water Percentage - RR/HH	10.00%
Unacc For Water Percentage - Bish/Amb	9.00%
Unacc For Water Total	569.80
Other (Used in operations)	0.0
Total Water Produced	6,671.9
Production (In kccf)	
Carmel Valley Filter Plant	233.8
Seaside Wells	1,742.4
Lower Carmel Valley & Begonia	4,363.7
Hidden Hills, Ryan Ranch, Ambler, Bishop	332.0
Total Water Production	6,671.9

## 2. Water Consumption (Ccf/Cust.)

	2006
Residential	94.1
PAR Customers	62.2
Multi-Residential	472.8
Commercial	450.3
Industrial	6,424.8
Public Authority	845.4
Golf Course	9,549.6
Viscaino Reclamation Tank	144,822
Construction	250.1
Sale for Resale	3,241
Other	0
Ambler	253.4
Bishop	256.2
Hidden Hills	169.6
Ryan Ranch	201.5
PURCHASED POWER	
Total Water Produced (kCcf)	6,671.90
Total KWH's	17,460,362
KWH/Ccf	2,617
Unit Cost (\$/KWH)	\$0.1346
PGE Power Costs	\$ 2,351,000
CHEMICAL COSTS	
Total Water Produced (kCcf)	6,671.90
Unit Cost (\$/kCcf)	\$ 75.106
Total Chemical Cost (000's)	\$ 501,100

APPENDIX D

CALIFORNIA-AMERICAN WATER  
Monterey

ADOPTED QUANTITIES  
ADOPTED AVERAGE SERVICES

Average Services by Meter Size	<u>2006</u>
Metered Services	
5/8" x 3/4"	31,764
3/4"	276
1"	4,349
1 1/2"	841
2"	707
3"	58
4"	59
6"	21
8"	13
Total Metered Services	<u>38,088</u>
Private Fire Services	
4" or less	319
6"	210
8"	85
10"	1
Hydrants	<u>232</u>
Total Fire Services	<u>847</u>
Total Average Customers	38,935

## APPENDIX D

California American Water  
Monterey

## TAXES BASED ON INCOME

2006

(PRESENT RATES)

	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
Operating Revenues	29,200.3	28,956.0	0.0	28,956.0	28,755.2	0.0%
Revenues from Contributions	0.0	0.0	0.0	0.0	0.0	0.0%
Deductions:						
O & M expenses	4,832.4	5,244.2	0.0	5,244.2	5,299.6	0.0%
Error in Addition				0.0	370.8	0.0%
A & G Expenses	2,480.6	3,718.0	0.0	3,718.0	6,679.5	0.0%
G. O. Prorated Expenses	3,405.5	3,211.5	0.0	3,211.5	2,121.8	0.0%
Payroll	3,955.2	4,443.7	0.0	4,443.7	4,749.7	0.0%
Taxes not on Inc.	1,305.4	1,379.6	0.0	1,379.6	1,643.7	0.0%
Interest	3,210.3	3,268.1	0.0	3,268.1	3,967.4	0.0%
Error in Interest	33.0					
Book Depreciation	4,547.6	4,646.1	0.0	4,646.1	5,175.5	0.0%
Income before taxes	5,430.3	3,044.8	0.0	3,044.8	-1,252.8	0.0%
<u>California Corp. Franchise Tax</u>						
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0	0.0%
Taxable Income for CCFT	5,430.3	3,044.8	0.0	3,044.8	-1,252.8	0.0%
CCFT Rate	7.56%	7.56%		7.56%	7.56%	
CCFT	410.5	230.2	0.0	230.2	-94.7	0.0%
Less Deferred Taxes	(2.6)	(2.6)	0.0	(2.6)	0.0	0.0%
Total State Income Taxes	407.9	227.6	0.0	227.6	-94.7	0.0%
<u>Federal Income Tax</u>						
Federal Tax Deductions	(277.8)	(227.6)	0.0	(227.6)	(54.2)	0.0%
Unknown Reduction	(129.8)					
Taxable income for FIT	5,022.7	2,817.2	0.0	2,817.2	-1,307.0	0.0%
FIT Rate	35.00%	35.00%		35.00%	35.00%	
FIT	1,758.0	986.0	0.0	986.0	-457.5	0.0%
Less:						
Investment Tax Credit	(44.7)	(44.7)	0.0	(44.7)	0.0	0.0%
Amortization of Reg. Assets	(16.1)	(16.1)	0.0	(16.1)	0.0	0.0%
Deferred Taxes - U.P.A.A.	(5.2)	(5.2)	0.0	(5.2)	0.0	0.0%
Amort of Excess Deferred Taxes	(14.9)	(14.9)	0.0	(14.9)	0.0	
Total Federal Income Tax	1,677.1	905.1	0.0	905.1	-457.5	0.0%
Total FIT and CCFT	2,085.0	1,132.7	0.0	1,132.7	-552.2	0.0%



## APPENDIX D

California American Water  
Monterey

## TAXES BASED ON INCOME

2006

(PROPOSED RATES)

	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
Operating Revenues	28,311.2	30,930.1	0.0	30,930.1	38,211.4	0.0%
Revenues from Contributions		0.0	0.0			0.0%
Deductions:						
O & M expenses	4,830.2	5,248.9	0.0	5,248.9	5,322.3	0.0%
A & G Expenses	2,480.6	3,718.0	0.0	3,718.0	6,679.5	0.0%
G. O. Prorated Expenses	3,405.5	3,211.5	0.0	3,211.5	2,492.6	0.0%
Payroll	3,955.2	4,443.7	0.0	4,443.7	4,749.7	0.0%
Taxes not on Inc.	1,305.4	1,379.6	0.0	1,379.6	1,643.7	0.0%
Interest	3,210.3	3,268.1	0.0	3,268.1	3,967.4	0.0%
Error in Interest	33.0					
Book Depreciation	4,547.6	4,646.1	0.0	4,646.1	5,175.5	0.0%
Income before taxes	4,543.4	5,014.2	0.0	5,014.2	8,180.7	0.0%
<u>California Corp. Franchise Tax</u>						
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0	0.0%
Taxable Income for CCFT	4,543.4	5,014.2	0.0	5,014.2	8,180.7	0.0%
CCFT Rate	7.56%	7.56%		7.56%	7.56%	
CCFT	343.5	379.1	0.0	379.1	618.5	0.0%
Less Deferred Taxes	(2.6)	(2.6)	2.6	(2.6)	0.0	0.0%
Total State Income Taxes	340.9	376.5	0.0	376.5	618.5	0.0%
<u>Federal Income Tax</u>						
Federal Tax Deductions	(277.8)	(227.6)	0.0	(227.6)	(54.2)	0.0%
Unknown Error	-129.8					
Taxable income for FIT	4,135.8	4,786.6	0.0	4,786.6	8,126.5	0.0%
FIT Rate	35.00%	35.00%		35.00%	35.00%	
FIT	1,447.5	1,675.3	0.0	1,675.3	2,844.3	0.0%
Less:						
Investment Tax Credit	(44.7)	(44.7)	0.0	(44.7)	0.0	0.0%
Amortization of Reg. Assets	(16.1)	(16.1)	0.0	(16.1)	0.0	0.0%
Deferred Taxes - U.P.A.A.	(5.2)	(5.2)	0.0	(5.2)	0.0	0.0%
Amort of Excess Deferred Taxes	(14.9)	(14.9)	0.0	(14.9)	0.0	0.0%
Total Federal Income Tax	1,366.6	1,594.4	0.0	1,594.4	2,844.3	0.0%
Total FIT and CCFT	1,707.5	1,970.9	0.0	1,970.9	3,462.8	0.0%

## APPENDIX D

California American Water  
Monterey

## TAXES BASED ON INCOME

2007

## PRESENT RATES

	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
Operating Revenues		30,961.4	0.0	30,961.4		0.0%
Revenues from Contributions		0.0	0.0			0.0%
Deductions:						
O & M expenses		5,345.5	0.0	5,345.5		0.0%
A & G Expenses		3,786.4	0.0	3,786.4		0.0%
G. O. Prorated Expenses		3,270.6	0.0	3,270.6		0.0%
Payroll		4,532.6	0.0	4,532.6		0.0%
Taxes not on Inc.		1,405.0	0.0	1,405.0		0.0%
Interest		3,310.0	0.0	3,310.0		0.0%
Error in Interest						
Book Depreciation		4,779.5	0.0	4,779.5		0.0%
Income before taxes	0.0	4,531.9	0.0	4,531.9	0.0	0.0%
<u>California Corp. Franchise Tax</u>						
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0	0.0%
Taxable Income for CCFT	0.0	4,531.9	0.0	4,531.9	0.0	0.0%
CCFT Rate	7.56%	7.56%		7.56%	7.56%	
CCFT	0	342.6	0.0	342.6	0.0	0.0%
Less Deferred Taxes		(2.6)	0.0	(2.6)	0.0	0.0%
Total State Income Taxes	0.0	340.0	0.0	340.0	0.0	0.0%
<u>Federal Income Tax</u>						
Federal Tax Deductions		(376.5)	0.0	(376.5)		0.0%
Unknown Error						
Taxable income for FIT	0.0	4,155.4	0.0	4,155.4	0.0	0.0%
FIT Rate	35.00%	35.00%		35.00%	35.00%	
FIT	0.0	1,454.4	0.0	1,454.4	0.0	0.0%
Less:						
Investment Tax Credit		(44.7)	0.0	(44.7)	0.0	0.0%
Amortization of Reg. Assets		(16.1)	0.0	(16.1)	0.0	0.0%
Deferred Taxes - U.P.A.A.		(5.2)	0.0	(5.2)	0.0	0.0%
Amort of Excess Deferred Taxes		(14.9)	0.0	(14.9)	0.0	0.0%
Total Federal Income Tax	0.0	1,373.5	0.0	1,373.5	0.0	0.0%
Total FIT and CCFT	0.0	1,713.5	0.0	1,713.5	0.0	0.0%

APPENDIX D  
California American Water  
Monterey

TAXES BASED ON INCOME

2007

PROPOSED RATES

	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
Operating Revenues		31423.81966	832.7	32256.51966		2.6%
Revenues from Contributions		0.0	0.0	0.0		0.0%
Deductions:						
O & M expenses		5,345.5	0.0	5,345.5		0.0%
A & G Expenses		3,786.4	0.0	3,786.4		0.0%
G. O. Prorated Expenses		3,270.6	0.0	3,270.6		0.0%
Payroll		4,532.6	0.0	4,532.6		0.0%
Taxes not on Inc.		1,405.0	0.0	1,405.0		0.0%
Interest		3,310.0	0.0	3,310.0		0.0%
Error in Interest		0.0		0.0		
Book Depreciation		4,779.5	0.0	4,779.5		0.0%
Income before taxes	0.0	4,994.3	832.7	5,827.0	0.0	16.7%
<u>California Corp. Franchise Tax</u>						
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0	0.0%
Taxable Income for CCFT	0.0	4,994.3	832.7	5,827.0	0.0	16.7%
CCFT Rate	7.56%	7.56%		7.56%	7.56%	
CCFT	0	377.6	62.9	440.5	0.0	16.7%
Less Deferred Taxes		(2.6)	0.0	(2.6)	0.0	0.0%
Total State Income Taxes	0.0	375.0	62.9	437.9	0.0	16.8%
<u>Federal Income Tax</u>						
Federal Tax Deductions		(376.5)	0.0	(376.5)		0.0%
Unknown Error						
Taxable income for FIT	0.0	4,617.8	832.7	5,450.5	0.0	18.0%
FIT Rate	35.00%	35.00%		35.00%	35.00%	
FIT	0.0	1,616.2	291.5	1,907.7	0.0	18.0%
Less:						
Investment Tax Credit		(44.7)	0.0	(44.7)	0.0	0.0%
Amortization of Reg. Assets		(16.1)	0.0	(16.1)	0.0	0.0%
Deferred Taxes - U.P.A.A.		(5.2)	0.0	(5.2)	0.0	0.0%
Amort of Excess Deferred Taxes		(14.9)	0.0	(14.9)	0.0	0.0%
Total Federal Income Tax	0.0	1,535.3	291.5	1,826.8	0.0	19.0%
Total FIT and CCFT	0.0	1,910.3	354.4	2,264.7	0.0	18.6%



## APPENDIX D

California American Water  
Monterey

## TAXES BASED ON INCOME

2008

## PRESENT RATES

	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
Operating Revenues		31,456.3	832.7	32,289.0		2.6%
Revenues from Contributions		0.0	0.0	0.0		0.0%
Deductions:						
O & M expenses		5,466.3	0.0	5,466.3		0.0%
A & G Expenses		3,872.0	0.0	3,872.0		0.0%
G. O. Prorated Expenses		3,344.5	0.0	3,344.5		0.0%
Payroll		4,627.7	0.0	4,627.7		0.0%
Taxes not on Inc.		1,436.8	0.0	1,436.8		0.0%
Interest		3,351.9	0.0	3,351.8		0.0%
Error in Interest						
Book Depreciation		4,912.9	0.0	4,912.9		0.0%
Income before taxes	0.0	4,444.3	832.7	5,277.0	0.0	18.7%
<u>California Corp. Franchise Tax</u>						
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0	0.0%
Taxable Income for CCFT	0.0	4,444.3	832.7	5,277.0	0.0	18.7%
CCFT Rate	7.56%	7.56%		7.56%	7.56%	
CCFT	0	336	62.9	398.9	0.0	18.7%
Less Deferred Taxes		(2.6)	0.0	(2.6)	0.0	0.0%
Total State Income Taxes	0.0	333.4	62.9	396.3	0.0	18.9%
<u>Federal Income Tax</u>						
Federal Tax Deductions		(380.7)	-164.4	(545.1)		43.2%
Unknown Error						
Taxable income for FIT	0.0	4,078.4	2,066.9	6,145.3	0.0	50.7%
FIT Rate	35.00%	35.00%		35.00%	35.00%	
FIT	0.0	1,427.4	723.4	2,150.8	0.0	50.7%
Less:						
Investment Tax Credit		(44.7)	0.0	(44.7)	0.0	0.0%
Amortization of Reg. Assets		(16.1)	0.0	(16.1)	0.0	0.0%
Deferred Taxes - U.P.A.A.		(5.2)	0.0	(5.2)	0.0	0.0%
Amort of Excess Deferred Taxes		(14.9)	0.0	(14.9)	0.0	0.0%
Total Federal Income Tax	0.0	1,354.1	723.4	2,077.5	0.0	53.4%
Total FIT and CCFT	0.0	1,688.6	892.1	2,580.7	0.0	52.8%

## APPENDIX D

California American Water  
Monterey

## TAXES BASED ON INCOME

2008

## PROPOSED RATES

	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
Operating Revenues		32070.84229	3,172.5	35,243.3		9.9%
Revenues from Contributions		0.0	0.0	0.0		0.0%
Deductions:						
O & M expenses		5,466.3	0.0	5,466.3		0.0%
A & G Expenses		3,872.0	0.0	3,872.0		0.0%
G. O. Prorated Expenses		3,344.5	0.0	3,344.5		0.0%
Payroll		4,627.7	0.0	4,627.7		0.0%
Taxes not on Inc.		1,436.8	0.0	1,436.8		0.0%
Interest		3,351.9	0.0	3,351.8		0.0%
Error in Interest						
Book Depreciation		4,912.9	0.0	4,912.9		0.0%
Income before taxes	0.0	5,058.8	3,172.5	8,231.4	0.0	62.7%
<u>California Corp. Franchise Tax</u>						
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0	0.0%
Taxable Income for CCFT	0.0	5,058.8	3,172.5	8,231.4	0.0	62.7%
CCFT Rate	7.56%	7.56%		7.56%	7.56%	
CCFT	0	382.4	239.9	622.3	0.0	62.7%
Less Deferred Taxes		(2.6)	0.0	(2.6)	0.0	0.0%
Total State Income Taxes	0.0	379.8	239.9	619.7	0.0	63.2%
<u>Federal Income Tax</u>						
Federal Tax Deductions		(380.7)	-164.4	(545.1)		43.2%
Unknown Error						
Taxable income for FIT	0.0	4,678.1	3,008.1	7,686.3	0.0	64.3%
FIT Rate	35.00%	35.00%		35.00%	35.00%	
FIT	0.0	1,637.3	1,052.9	2,690.2	0.0	64.3%
Less:						
Investment Tax Credit		(44.7)	0.0	(44.7)	0.0	0.0%
Amortization of Reg. Assets		(16.1)	0.0	(16.1)	0.0	0.0%
Deferred Taxes - U.P.A.A.		(5.2)	0.0	(5.2)	0.0	0.0%
Amort of Excess Deferred Taxes		(14.9)	0.0	(14.9)	0.0	0.0%
Total Federal Income Tax	0.0	1,556.4	1,052.9	2,609.3	0.0	67.6%
Total FIT and CCFT	0.0	1,936.2	1,292.8	3,229.0	0.0	66.8%

## APPENDIX D

CALIFORNIA-AMERICAN WATER  
Monterey

## WEIGHTED AVERAGE DEPRECIATED RATE BASE

2006

ITEM	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
WTD AVG PLANT IN SERVICE	148,024.6	151,155.7	0.0	151,155.7	168,462.1	0.0%
MATERIALS & SUPPLIES	245.0	245.0	0.0	245.0	245.0	0.0%
WORKING CASH, OPERATIONAL	1,312.5	1,312.5	0.0	1,312.5	1,312.5	0.0%
WORKING CASH, LEAD-LAG	1,575.4	1,575.4	0.0	1,575.4	1,905.0	0.0%
WTD AVG DEPR RESERVE	(53,234.9)	(53,705.1)	0.0	(53,705.1)	(53,945.6)	0.0%
ADVANCES	(27.8)	(27.8)	0.0	(27.8)	(27.8)	0.0%
CONTRIBUTIONS	(11,696.0)	(11,696.0)	0.0	(11,696.0)	(11,696.0)	0.0%
ACCUM. DEFERRED FIT	(5,929.7)	(6,977.8)	0.0	(6,977.8)	(7,023.6)	0.0%
ACCUM. DEFERRED SIT	(1,506.5)	(1,751.4)	0.0	(1,751.4)	(1,762.1)	0.0%
GENERAL OFFICE ALLOC.	1,233.2	1,305.3	0.0	1,305.3	1,392.4	0.0%
ACRS & MACRS DEPRECIATION	0.0	0.0	0.0	0.0	0.0	0.0%
UNAMORTIZED ITC	0.0	0.0	0.0	0.0	0.0	0.0%
TAXES ON - ADVANCES	0.0	0.0	0.0	0.0	0.0	0.0%
TAXES ON - CIAC	0.0	0.0	0.0	0.0	0.0	0.0%
AVERAGE RATE BASE	79,995.8	81,435.7	0.0	81,435.8	98,861.9	0.0%
INTEREST CALCULATION:						
AVG RATE BASE	79,995.8	81,435.7	0.0	81,435.8	98,861.9	0.0%
LESS WORKING CASH			0.0			0.0%
X LTD COST	4.01%	4.01%		4.01%	4.01%	0.0%
INTEREST	3,210.3	3,268.1	0.0	3,268.1	3,967.4	0.0%



## APPENDIX D

CALIFORNIA-AMERICAN WATER  
Monterey

## WEIGHTED AVERAGE DEPRECIATED RATE BASE

2007

ITEM	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
WTD AVG PLANT IN SERVICE	151,616.0	157,159.9	0.0	157,159.9	186,976.0	0.0%
MATERIALS & SUPPLIES	251.1	251.1	0.0	251.1	251.1	0.0%
WORKING CASH, OPERATIONAL	1,065.4	1,065.4	0.0	1,065.4	1,065.4	0.0%
WORKING CASH, LEAD-LAG	1,575.4	1,575.4	0.0	1,575.4	1,959.2	0.0%
WTD AVG DEPR RESERVE	(57,533.1)	(58,372.8)	(0.1)	(58,372.9)	(59,109.1)	0.0%
ADVANCES	(6.8)	(6.8)	0.0	(6.8)	(6.8)	0.0%
CONTRIBUTIONS	(11,340.0)	(11,340.0)	0.0	(11,340.0)	(11,340.0)	0.0%
ACCUM. DEFERRED FIT	(5,394.5)	(7,235.1)	0.0	(7,235.1)	(7,357.5)	0.0%
ACCUM. DEFERRED SIT	(1,406.9)	(1,837.0)	0.0	(1,837.0)	(1,865.6)	0.0%
GENERAL OFFICE ALLOC.	1,141.1	1,219.2	0.0	1,219.2	1,378.4	0.0%
ACRS & MACRS DEPRECIATION	0.0	0.0	0.0	0.0	0.0	0.0%
UNAMORTIZED ITC	0.0	0.0	0.0	0.0	0.0	0.0%
TAXES ON - ADVANCES	0.0	0.0	0.0	0.0	0.0	0.0%
TAXES ON - CIAC	0.0	0.0	0.0	0.0	0.0	0.0%
AVERAGE RATE BASE	79,967.7	82,479.3	(0.1)	82,479.2	111,951.1	0.0%
INTEREST CALCULATION:						
AVG RATE BASE	79,967.7	82,479.3	-0.1	82,479.2	111,951.1	0.0%
LESS WORKING CASH			0.0			0.0%
X LTD COST	4.01%	4.01%	0.0	4.01%	4.01%	0.0%
INTEREST	3,209.2	3,310.0	0.0	3,310.0	4,492.7	0.0%

## APPENDIX D

CALIFORNIA-AMERICAN WATER  
Monterey

## WEIGHTED AVERAGE DEPRECIATED RATE BASE

2008

ITEM	STAFF		UTILITY EXCEEDS BRANCH DIFFERENCE	UTILITY		UTILITY EXCEEDS BRANCH PERCENT
	ORIGINAL	REVISED		REVISED	ORIGINAL	
	(Thousands of \$)			(Thousands of \$)		
WTD AVG PLANT IN SERVICE		163,164.1	0.0	163,164.1		0.0%
MATERIALS & SUPPLIES		257.2	0.0	257.2		0.0%
WORKING CASH, OPERATIONAL		818.3	0.0	818.3		0.0%
WORKING CASH, LEAD-LAG		1,575.4	0.0	1,575.4		0.0%
WTD AVG DEPR RESERVE		(63,040.5)	(0.1)	(63,040.6)		0.0%
ADVANCES		14.1	0.0	14.1		0.0%
CONTRIBUTIONS		(10,983.9)	0.0	(10,983.9)		0.0%
ACCUM. DEFERRED FIT		(7,492.4)	0.0	(7,492.4)		0.0%
ACCUM. DEFERRED SIT		(1,922.6)	0.0	(1,922.6)		0.0%
GENERAL OFFICE ALLOC.		1,133.0	(0.0)	1,133.0		0.0%
ACRS & MACRS DEPRECIATION	0.0	0.0	0.0	0.0	0.0	0.0%
UNAMORTIZED ITC	0.0	0.0	0.0	0.0	0.0	0.0%
TAXES ON - ADVANCES	0.0	0.0	0.0	0.0	0.0	0.0%
TAXES ON - CIAC	0.0	0.0	0.0	0.0	0.0	0.0%
AVERAGE RATE BASE	0.0	83,522.8	(0.1)	83,522.6	0.0	0.0%
INTEREST CALCULATION:						
AVG RATE BASE	0.0	83,522.8	-0.1	83,522.6	0.0	0.0%
LESS WORKING CASH			0.0			0.0%
X LTD COST	4.01%	4.01%	0.0	4.01%	4.01%	0.0%
INTEREST	0.0	3,351.9	0.0	3,351.8	0.0	0.0%

## APPENDIX E

California American Water  
Monterey

## ADMINISTRATIVE &amp; GENERAL EXPENSES

2006

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
<b>AT PRESENT RATES</b>					
Operating Revenues less Uncoll.	29,130.2	28,886.5	28,886.5	28,686.2	<b>28,886.5</b>
Local Franchise Tax Rate	0.0000%	0.0000%	0.0000%	0.0000%	<b>0.0000%</b>
Local Franchise Tax	0.0	0.0	0.0	0.0	<b>0.0</b>
Property Insurance	136.6	254.9	254.9	304.8	<b>254.9</b>
Worker's Comp., Injuries & Damages	248.5	534.7	534.7	554.3	<b>534.7</b>
Employee Pension & Benefits	994.8	1,110.0	1,110.0	2,219.4	<b>1,110.0</b>
Regulatory Expense	126.5	126.5	126.5	282.2	<b>126.5</b>
Outside Services	156.3	144.2	144.2	1,494.1	<b>144.2</b>
Miscellaneous General Expenses	590.4	1,040.2	1,040.2	1,317.2	<b>1,040.2</b>
Alloc Gen Office Expense <sup>(1)</sup>	0.0	0.0	0.0	0.0	<b>0.0</b>
Other Mtnc of General Plant	20.7	46.2	46.2	46.2	<b>46.2</b>
Rents	206.8	461.3	461.3	461.3	<b>461.3</b>
Total A & G Expenses	2,480.6	3,718.0	3,718.0	6,679.5	<b>3,718.0</b>
(Incl. local Franchise Taxes)	2,480.6	3,718.0	3,718.0	6,679.5	<b>3,718.0</b>
<b>PAYROLL</b>	<b>3,955.2</b>	<b>4,443.7</b>	<b>4,443.7</b>	<b>4,749.7</b>	<b>4,443.7</b>
<b>AT PROPOSED RATES</b>					
Operating Revenues less Uncoll.	28,243.3	30,855.9	30,855.9	38,119.7	<b>30,855.9</b>
Local Franchise Tax Rate	0.0000%	0.0000%	0.0000%	0.0000%	<b>0.0000%</b>
Local Franchise Tax	0.0	0.0	0.0	0.0	<b>0.0</b>
Pension Cost in Surcharge		1,052.1	1,052.1		<b>1,052.1</b>
<b>TOTAL A&amp;G INCLUDING PENSION</b>		<b>4,770.1</b>	<b>4,770.1</b>		<b>4,770.1</b>

(1) Included in Summary of Earnings



## APPENDIX E

California American Water  
Monterey

## OPERATION &amp; MAINTENANCE EXPENSES

2006

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
<b>AT PRESENT RATES</b>					
Operating Revenues	29,200.3	28,956.0	28,956.0	28,755.2	<b>28,956.0</b>
Uncollectible Rate	0.2400%	0.2400%	0.2400%	0.2400%	<b>0.2400%</b>
Uncollectibles	70.1	69.5	69.5	69.0	<b>69.5</b>
<b>Operation Expense</b>					
Source of Supply Expense	47.1	48.2	48.2	49.2	<b>48.2</b>
Source of Supply - Miscellaneous	47.3	48.2	48.2	49.2	<b>48.2</b>
Pumping Expense - Electric	173.1	177.0	177.0	181.0	<b>177.0</b>
Purchased Power	2,015.3	2,351.0	2,351.0	2,354.8	<b>2,351.0</b>
Water Treatment	78.5	80.3	80.3	82.1	<b>80.3</b>
Water Treatment - Miscellaneous	263.8	269.8	269.8	275.8	<b>269.8</b>
Chemicals	480.1	501.1	501.1	501.9	<b>501.1</b>
Trans. & Dist. - Meters	31.1	31.8	31.8	32.5	<b>31.8</b>
Trans. & Dist. - Customer Installation	0.7	0.7	0.7	0.7	<b>0.7</b>
Trans. & Dist. - Misc.	286.8	293.4	293.4	299.9	<b>293.4</b>
Customer Accts. - Meter Reading	1.5	1.6	1.6	1.6	<b>1.6</b>
Customer Accts. - Records & Collect. & Misc.	191.2	195.5	195.5	199.9	<b>195.5</b>
Customer Accounts - Uncollectibles	65.8	69.5	69.5	68.8	<b>69.5</b>
Total Operation Expenses	3,682.3	4,068.1	4,068.1	4,097.4	<b>4,068.1</b>
<b>Maintenance Expenses</b>					
Source of Supply - Structures	0.8	0.8	0.8	0.9	<b>0.8</b>
Source of Supply - Collection	17.5	17.9	17.9	18.3	<b>17.9</b>
Source of Supply - Wells	82.2	84.1	84.1	85.9	<b>84.1</b>
Source of Supply - Misc	3.5	3.6	3.6	3.7	<b>3.6</b>
Pumping - Structures	12.9	13.2	13.2	13.4	<b>13.2</b>
Pumping - Pumping Equipment	192.2	196.5	196.5	200.9	<b>196.5</b>
Water Treatment - Structures	14.9	15.1	15.1	15.4	<b>15.1</b>
Water Treatment - Other	101.8	104.1	104.1	106.4	<b>104.1</b>
T & D Reservoirs & Tanks	242.6	248.1	248.1	253.6	<b>248.1</b>
T & D Meters	13.5	13.8	13.8	14.1	<b>13.8</b>
T & D Hydrants	10.6	10.9	10.9	11.1	<b>10.9</b>
T & D Miscellaneous	457.6	468.0	468.0	478.4	<b>468.0</b>
Total Maintenance Expense	1,150.1	1,176.1	1,176.1	1,202.2	<b>1,176.1</b>
Total O & M Expenses (incl. Uncoll.)	4,832.4	5,244.2	5,244.2	5,299.6	<b>5,244.2</b>
<b>AT PROPOSED RATES</b>					
Operating Revenues	28,311.2	30,930.1	30,930.1	38,211.4	<b>30,930.1</b>
Uncollectible Rate	0.2400%	0.2400%	0.2400%	0.2400%	<b>0.2400%</b>
Uncollectibles	67.9	74.2	74.2	91.7	<b>74.2</b>
Total O & M Expenses (incl. Uncoll.)	4,830.2	5,248.9	5,248.9	5,322.3	<b>5,248.9</b>

(1) Included in Summary of Earnings